

Annual Report 2021-2022



**SHREE KRISHNA PAPER
MILLS & INDUSTRIES LIMITED**



BOARD OF DIRECTORS

Mr. Narendra Kumar Pasari (Managing Director)

Mr. Dev Kishan Chanda

Mr. Lal Chand Sharma

Mr. Prakash Narayan Singh

Mrs. Rakhi Verma

Mrs. Shikha Singhal*

*Appointed as Additional Director w.e.f. May 3, 2022

CHIEF FINANCIAL OFFICER

Mr. Sanjiv Kumar Agarwal

COMPANY SECRETARY

Mrs. Ritika Priyam

STATUTORY AUDITORS

M/s. Radheshyam Sharma & Co.

Chartered Accountants

Delhi

COST AUDITORS

M/s. Vijender Sharma & Co.

Cost Accountants

Delhi

SECRETARIAL AUDITORS

M/s. BLAK & Co.

Company Secretaries

Ghaziabad, NCR

BANKERS

Bank of India

Bank of Baroda

CSB Bank Ltd.

Union Bank of India

REGISTERED OFFICE

4830/24, Prahlad Street,

Ansari Road, Darya Ganj,

New Delhi-110002

CIN : L21012DL1972PLC279773

Tel.: +91 11 46263200, 23261728

Email : info@skpmil.com

Website : www.skpmil.com

WORKS

Plot No."SPL-A"

RIICO Industrial Area,

Vill. Keshwana, Teh. Kotputli,

Distt. Jaipur (Rajasthan)

Pin - 303 108

SHARE TRANSFER AGENT

Link Intime India Pvt. Ltd.

Noble Heights, 1st Floor, Plot NH 2,

C-1 Block LSC, Near Savitri Market,

Janakpuri, New Delhi-110058

Tel.: +91 11 49411000

Fax: +91 11 41410591

Email ID : delhi@linkintime.com

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NOTICE

NOTICE is hereby given that the 50th Annual General Meeting of the members of **Shree Krishna Paper Mills & Industries Limited** will be held on Monday, August 1, 2022 through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") facility at 11.00 a.m. (IST) to transact the following businesses:

ORDINARY BUSINESS

1. To receive, consider, and adopt the audited financial statements of the Company for the financial year ended March 31, 2022 together with Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Dev Kishan Chanda (DIN: 00407123), who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS

3. **To re-appoint Mr. Narendra Kumar Pasari (DIN: 00101426) as Managing Director and fix his remuneration and in this regard, to consider and if thought fit, to pass the following resolution, with or without modification(s), as a Special Resolution**

"RESOLVED THAT pursuant to the provisions of Sections 196, 197, 203 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 ("the Act") and the rules made thereunder (including any statutory modification(s), enactment(s) or re-enactments(s) thereof for the time being in force) and subject to such approvals, as may be required, consent of the members be and is hereby accorded to the re-appointment of Mr. Narendra Kumar Pasari (DIN: 00101426) as the Managing Director of the Company for a period of three years effective from January 1, 2023 till December 31, 2025, upon the terms and conditions and at such remuneration as recommended by the Nomination and Remuneration Committee, details of which are given hereunder:

- a) **Tenure:** Three years commencing from January 1, 2023 to December 31, 2025.
- b) **Remuneration:**
 - i. Salary: ₹ 3,00,000/- (Rupees Three Lakhs only) per month with an annual increment of such amount per month as per discretion of the Board or any committee thereof.
 - ii. HRA: @50% of the salary per month.
 - iii. Perquisites & other benefits: It shall include medical expenses reimbursement for self and family, leave travel concession for self and family, club fee and personal accident insurance, education expenses, leave encashment, provident fund, gratuity, car, telephone and bonus etc. as per Company's policy

as may be amended from time to time.

- c) **Power of Management:** Mr. Narendra Kumar Pasari shall be entrusted with the substantial powers of management subject to the supervision and control of the Board of Directors of the Company. Considering his rich experience and keeping in view of the valuable service and significant contributions to the Company, the Board is of the opinion that the Company shall be benefitted by his re-appointment on the Board.
- d) **Minimum Remuneration:** The remuneration payable to Mr. Narendra Kumar Pasari is subject to overall ceiling under Section II of Part II of Schedule V to the Act. Notwithstanding anything contained hereinabove, in the event of loss or inadequacy of profits in any financial year during the currency of his tenure, the Company will pay remuneration by way of salary, allowances and perquisites as specified above as minimum remuneration.
- e) **Termination:** The appointment may be terminated by giving not less than 30 days prior notice in writing in that behalf to the other party or 30 days salary in lieu thereof.
- f) **Other terms and conditions:** Other terms of appointment with Mr. Narendra Kumar Pasari are such as are customarily contained in appointments of a similar nature.

"RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to alter, vary and modify the said terms of appointment and/or remuneration payable to him, including the monetary value thereof, within such prescribed limit(s) or ceilings specified in the Act read with Schedule V thereto without any further reference to the members of the Company in General Meeting.

RESOLVED FURTHER THAT Board of Directors of the Company be and is hereby authorized to do all such acts, deeds and things and to sign all such documents and writings as may be necessary, expedient and incidental thereto to give effect to this resolution and for matter connected therewith or incidental thereto."

4. **To give loans/guarantees, providing securities and making of investments in securities and in this regard, to consider and if thought fit, to pass the following resolution, with or without modification(s), as a Special Resolution:**

"RESOLVED THAT subject to Section 186 and other applicable provisions of the Companies Act, 2013 ("the Act") read with the Companies (Meetings of Board and its Powers) Rules, 2014, as may be amended, from time



to time and Articles of Association of the Company, approval of the shareholders of the Company be and is hereby given to the Board of Directors of the Company for giving any loan to any person or other body corporate, giving guarantee or providing any security in connection with the loan given to any person or body corporate and/or acquiring by way of subscription, purchase or otherwise the securities of any other body corporate upto an amount, the aggregate outstanding of which should not exceed at any given time, an amount of ₹ 30 crores (Rupee Thirty Crores only) over and above the limits specified in Sec 186 (2) of the Companies Act 2013.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board, be and is hereby authorized to negotiate and decide from time to time, terms and conditions, execute necessary documents, papers, agreements etc. for investments to be made, loans/guarantees to be given and securities to be provided to any person and /or anybody corporate, to do all such acts, deeds and things and to give such directions as may be necessary or expedient as the Board in its absolute discretion, may deem fit and its decision shall be final and binding and to settle any question, difficulty that may arise in this regard and to delegate all or any of these powers to any Committee of Directors or Director or Officer of the Company or any other person."

5. To Appoint Mrs. Shikha Singhal (DIN: 03030671) as an Independent Director of the Company, to consider and, if thought fit, to pass, with or without modification(s), the following Resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 149, 150, 152 read with Schedule IV and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), Mrs. Shikha Singhal (DIN: 03030671) who has been appointed as an Additional Director in the capacity of Independent Director of the Company by the Board of Directors effective May 3, 2022 in terms of Section 161 of the Companies Act, 2013, and whose appointment as an Independent Director is recommended by the Nomination and Remuneration Committee and the Board of Directors of the Company, and in respect of whom the Company has received a notice in writing from a Member proposing her candidature for the office of Director pursuant to Section 160 of the Companies Act, 2013, be and is hereby appointed as an Independent Director of the Company for a period of five years with effect from May 3, 2022 to May 2, 2027 not subject to retirement by rotation.

RESOLVED FURTHER THAT Board of Directors of the Company be and is hereby authorized to do all such acts, deeds and things and to sign all such documents and

writings as may be necessary, expedient and incidental thereto to give effect to this resolution and for matter connected therewith or incidental thereto."

6. To Ratify the remuneration of the Cost Auditors for the financial year ending March 31, 2023 and, in this regard, to consider and if thought fit, to pass the following resolution, with or without modification(s), as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 148(3) and all other applicable provisions, if any, of the Companies Act, 2013 read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the consent of the members be and is hereby accorded to ratify the remuneration decided by the Board of Directors, based on the recommendation of the Audit Committee, amounting to ₹ 90,000/- (Rupees Ninety Thousand only) plus taxes at the applicable rates and reimbursement of out of pocket expenses to M/s. Vijender Sharma & Co., Cost Accountants, Delhi (Firm Registration No.: 000180) who have been appointed by the Board of Directors of the Company for conducting the audit of cost records of the Company for the financial year ending March 31, 2023.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

Registered Office:

4830/24, Prahlad Street,
Ansari Road, Darya Ganj,
New Delhi-110002
CIN: L21012DL1972PLC279773
Tel.: +91 11 46263200
E-mail: info@skpmil.com
Website: www.skpmil.com

By order of the Board of Directors

For Shree Krishna Paper Mills & Industries Limited

Ritika Priyam

Company Secretary
Membership No.A53502

Place: New Delhi

Date: May 30, 2022

NOTES:

1. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs ("MCA") vide its General Circular dated May 5, 2022 read with Circulars dated April 8, 2020, April 13, 2020, May 5, 2020, January 13, 2021, December 8, 2021 and December 14, 2021 (collectively referred to as "MCA Circulars") has permitted the holding of the Annual General Meeting ("AGM") through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ("Act"), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and MCA Circulars, the AGM of the Company is being conducted through Video



Conferencing (VC)/ Other Audio Visual Means (OAVM) hereinafter called as "e-AGM".

e-AGM: The Company has appointed Link Intime India Private Limited, Registrars and Transfer Agents, to provide Video Conferencing (VC) / Other Audio Visual Means (OAVM) facility for the Annual General Meeting and the attendant enablers for conducting of the e-AGM.

2. In terms of the MCA Circulars, the physical attendance of Members has been dispensed with and there is no need to appoint a proxy. Accordingly, the facility for appointment of proxies by the Members will not be available for the Annual General Meeting and hence the proxy form and attendance slip are not annexed to this Notice.
3. Members attending the AGM through VC/OAVM shall be reckoned for the purpose of quorum for the AGM as per Section 103 of the Companies Act, 2013.
4. An Explanatory Statement pursuant to Section 102(1) of the Act relating to the Special Business to be transacted at the Meeting is annexed hereto.
5. The Register of Members and Share Transfer books of the Company will remain closed from July 26, 2022 (Tuesday) to August 1, 2022 (Monday) (both days inclusive).
6. Details of Directors seeking appointment/re-appointment at the 50th Annual General Meeting in pursuance of provisions of the Companies Act, 2013 & Regulation 26(4), Regulation 36(3) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 are given as an Annexure to the Notice.
7. An Explanatory Statement pursuant to Section 102 (1) of the Companies Act, 2013 in respect of Special Business to be transacted at the Annual General Meeting, set out in the Notice, is annexed hereto and forms part of the Notice.
8. The Annual Report of the Company is also available on the Company's website <http://www.skpmil.com/AnnualReport>
9. As per Regulation 40 of SEBI Listing Regulations, as amended, securities of listed companies can be transferred only in dematerialized form with effect from, April 1, 2019, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company or Company's Registrars and Transfer Agents, Link Intime India Pvt. Ltd in this regard.
10. Members holding shares in dematerialized form are requested to intimate all particulars of bank mandates, nominations, power of attorney, change of address,

e-mail address, contact numbers etc. to their Depository Participant (DP). Members holding shares in physical form are requested to intimate such details to the RTA.

11. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company/RTA.
12. Non-Resident Indian members are requested to inform Company/RTA, regarding:
 - Change in their residential status on return to India for permanent settlement.
 - Particulars of their bank account maintained in India with complete name, branch, account type, account number, IFSC Code and address of the Bank with pin code number, if not furnished earlier.
13. In compliance with the Ministry of Corporate Affairs ("MCA") vide its Circular dated May 5, 2022 read with Circulars dated April 8, 2020, April 13, 2020, May 5, 2020, January 13, 2021, December 8, 2021 and December 14, 2021 (collectively referred to as "MCA Circulars"), the Annual Report for Financial year ended on March 31, 2022 and Notice of AGM are being sent in electronic mode to Members whose e-mail address is registered with the Company or the Depository Participant(s).

To support the 'Green Initiative', Members who have not registered their e-mail address, so far, are requested to register their e-mail address with their Depository Participant for members holding shares in electronics form. Members holding shares in physical form are requested to register their e-mail address with the Registrar & Share Transfer Agent for the purpose of receiving the Notice of AGM and Annual Report. Notice of the AGM along with the Explanatory Statement and the Annual Report for the year ended March 31, 2022, circulated to Members is also available on the website of the Company link at <http://www.skpmil.com/AnnualReport> and on the website of BSE Limited (Stock Exchange of India Limited) at www.bseindia.com.
14. Relevant documents, if any, referred to in the notice and in the explanatory statement are open for inspection at the registered office of the Company during the business hours on any working day (except Saturday, Sunday and Public Holiday) between 11.00 a.m. to 1.00 p.m. up to the date of the Annual General Meeting. The above may be treated as an abstract/compliance under section 190



of the Act.

15. Members desirous of asking any question or seeking any information in the meeting are requested to write a letter to the Company Secretary at least seven days before the date of meeting to enable the management to keep the answer/information ready.

16. Members holding shares in physical form in single name are advised to make nomination in respect of their shareholding in the Company, as permitted under Section 72 of the Companies Act, 2013. They are requested to write to RTA of the Company in prescribed form i.e. Form No. SH -13 as per the Companies (Share Capital and Debentures) Rules, 2014. In case of shares held in dematerialized form, the nomination form has to be lodged directly with the respective Depository Participant (DP).

The Company's Registrar & Share Transfer Agent (RTA) is Link Intime India Private Limited. The Communication address of the RTA is Noble Heights, 1st Floor, NH -2, C1-Block LSC, Near Savitri Market, Janakpuri, New Delhi - 110058, email: delhi@linkintime.co.in. In case of joint holders attending the AGM, only such joint holder who is higher in the order of names will be entitled to vote.

17. Members are requested to:-

- Quote DP ID and Client ID/Ledger Folio numbers in all their correspondence;
- Approach the RTA for consolidation of multiple ledger folios into one; and
- To avoid inconvenience, get shares transferred in joint names, if they are held in a single name and/or appoint a nominee.

18. In compliance with provisions of Section 108 of the Companies Act, 2013, read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended and Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations), the Company is pleased to provide members the facility to exercise their right to vote on resolutions proposed to be considered at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system will be provided by Link Intime India Private Limited.

19. Kindly note that the members can opt for only one mode of voting i.e. either through remote e-voting or voting at the AGM through VC or OAVM. Therefore, members who have cast their votes by remote e-voting prior to the

AGM may attend the AGM through VC or OAVM but shall not be entitled to cast their votes again. If a member casts votes by both modes then voting done through remote e-voting shall prevail and vote at the AGM shall be treated as invalid.

20. Members desiring to exercise their vote by e-voting are requested to carefully read the enclosed instructions which inter-alia provide the process and manner for e-voting, login ID, generating password and time schedule, including the time period during which the votes may be cast etc.

21. In order to scrutinize the e-voting process in a fair and transparent manner and to carry out the required activities, the Company has appointed Shri Manish Kumar Bansal (Advocate) partner of Globiz Legal as the Scrutinizer.

22. Members are requested to notify immediately any change in their address:

- to their Depository Participants (DP) in respect of shares held in dematerialized form, and
- to the Company at its registered office or its Registrar & Share Transfer Agent, Link Intime India Private Limited in respect of their physical shares, if any, quoting their Folio Number.

23. Since the AGM will be held through VC/OAVM, the route map is not annexed in this notice.

24. Information and other instructions relating to e-voting are given with e-voting communication.

The remote e-voting facility will be available during the following voting period:

- Commencement of remote e-voting: From 9.00 a.m. (IST) on July 29, 2022.
- End of remote e-voting: Up to 5:00 p.m. (IST) on July 31, 2022.

INSTRUCTIONS FOR REMOTE E-VOTING

As per the SEBI circular dated December 9, 2020, individual Shareholders holding securities in demat mode can register directly with the depository or will have the option of accessing various ESP portals directly from their demat accounts.

Login method for Individual Shareholders holding securities in demat mode is given below:

- Individual Shareholders holding securities in demat mode with NSDL
 - Existing IDeAS user can visit the e-Services website of NSDL viz... <https://eservices.nsdl.com> either on a personal computer or on a mobile. On the e-Services home page click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section,



this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on Company name or e-Voting service provider name i.e. LINKINTIME and you will be redirected to “InstaVote” website for casting your vote during the remote e-Voting period.

- ii) If you are not registered for IDeAS e-Services, option to register is available at <https://eservices.nsdl.com>. Select “Register Online for IDeAS Portal” or click at <https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp>
 - iii) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://eservices.nsdl.com> either on a personal computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen-digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on Company name or e-Voting service provider name i.e. LINKINTIME and you will be redirected to “InstaVote” website for casting your vote during the remote e-Voting period.
2. Individual Shareholders holding securities in demat mode with CDSL
- i) Existing users who have opted for Easi / Easiest, can login through their user ID and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <https://web.cdslindia.com/myeasi/home/login> or www.cdslindia.com and click on New System Myeasi.
 - ii) After successful login of Easi/Easiest the user will be able to see the e-Voting Menu. The Menu will have links of e-Voting service provider i.e. LINKINTIME. Click on LINKINTIME and you will be redirected to “InstaVote” website for casting your vote during the remote e-Voting period.
 - iii) If the user is not registered for Easi/Easiest, option to register is available at <https://web.cdslindia.com/myeasi/Registration/EasiRegistration>.
 - iv) Alternatively, the user can directly access e-Voting page by providing demat account number and PAN

No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. LINKINTIME. Click on LINKINTIME and you will be redirected to “InstaVote” website for casting your vote during the remote e-Voting period.

3. Individual Shareholders (holding securities in demat mode) login through their Depository Participants.

You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be redirected to “InstaVote” website for casting your vote during the remote e-Voting period.

Login method for Individual shareholders holding securities in physical form/ Non-Individual Shareholders holding securities in demat mode is given below:

Individual Shareholders of the Company, holding shares in physical form / Non-Individual Shareholders holding securities in demat mode as on the cut-off date for e-voting may register for e-Voting facility of Link Intime as under:

1. Open the internet browser and launch the URL: <https://instavote.linkintime.co.in>
2. Click on “**Sign Up**” under ‘**SHAREHOLDER**’ tab and register with your following details: -

A. User ID: Shareholders holding shares in physical form shall provide Event No + Folio Number registered with the Company. Shareholders holding shares in NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID; Shareholders holding shares in CDSL demat account shall provide 16 Digit Beneficiary ID.

B. PAN: Enter your 10-digit Permanent Account Number (PAN). Shareholders who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.

C. DOB/DOI: Enter the Date of Birth (DOB) / Date of Incorporation (DOI) (As recorded with your DP / Company - in DD/MM/YYYY format).

D. Bank Account Number: Enter your Bank Account Number (last four digits), as recorded with your DP/ Company.

**Shareholders holding shares in physical form but have not recorded ‘C’ and ‘D’, shall provide their Folio number in ‘D’ above*



** Shareholders holding shares in NSDL form, shall provide 'D' above*

- ▶ Set the password of your choice (The password should contain minimum 8 characters, at least one special Character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter).
- ▶ Click "confirm" (Your password is now generated).
- 3. Click on 'Login' under '**SHAREHOLDER**' tab.
- 4. Enter your User ID, Password and Image Verification (CAPTCHA) Code and click on '**Submit**'.

Cast your vote electronically:

1. After successful login, you will be able to see the notification for e-voting. Select '**View**' icon.
2. E-voting page will appear.
3. Refer the Resolution description and cast your vote by selecting your desired option '**Favour / Against**' (If you wish to view the entire Resolution details, click on the '**View Resolution**' file link).
4. After selecting the desired option i.e. Favour / Against, click on '**Submit**'. A confirmation box will be displayed. If you wish to confirm your vote, click on '**Yes**', else to change your vote, click on 'No' and accordingly modify your vote.

Guidelines for Institutional Shareholders:

Institutional Shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on the e-voting system of LIPL at <https://instavote.linkintime.co.in> and register themselves as 'Custodian / Mutual Fund / Corporate Body'. They are also required to upload a scanned certified true copy of the board resolution /authority letter/power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the 'Custodian / Mutual Fund / Corporate Body' login for the Scrutinizer to verify the same.

Helpdesk for Individual Shareholders holding securities in physical mode/ Institutional Shareholders:

Shareholders facing any technical issue in login may contact Link Intime INSTAVOTE helpdesk by sending a request at enotices@linkintime.co.in or contact on: - Tel: 022 – 4918 6000.

Helpdesk for Individual Shareholders holding securities in demat mode:

Individual Shareholders holding securities in demat mode may contact the respective helpdesk for any technical issues related to login through Depository i.e. NSDL and CDSL

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at https://helpdesk.evoting@cdslindia.com or contact at 022- 23058738 or 22- 23058542-43.

Individual Shareholders holding securities in Physical mode has forgotten the password:

If an Individual Shareholder holding securities in Physical mode has forgotten the USER ID [Login ID] or Password or both then the Shareholder can use the "Forgot Password" option available on the e-Voting website of Link Intime: <https://instavote.linkintime.co.in>

- o Click on 'Login' under '**SHAREHOLDER**' tab and further Click 'forgot password?'
- o Enter User ID, select Mode and Enter Image Verification Code (CAPTCHA). Click on "SUBMIT".

In case Shareholder is having valid email address, password will be sent to his / her registered e-mail address. Shareholder can set the password of his/her choice by providing the information about the particulars of the Security Question and Answer, PAN, DOB/DOI, Bank Account Number (last four digits) etc. as mentioned above. The password should contain minimum 8 characters, at least one special character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter.

User ID for Shareholders holding shares in Physical Form (i.e. Share Certificate): Your User ID is Event No + Folio Number registered with the Company.

Individual Shareholders holding securities in demat mode with NSDL/ CDSL has forgotten the password:

Shareholders who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at above mentioned depository/ depository participants website.

- ▶ It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- ▶ For Shareholders/ Members holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.
- ▶ During the voting period, Shareholders/ Members can login any number of time till they have voted on the resolution(s) for a particular "Event".

PROCESS AND MANNER FOR ATTENDING THE FIFTIETH ANNUAL GENERAL MEETING THROUGH INSTAMEET:

1. Open the internet browser and launch the URL:
<https://instameet.linkintime.co.in>



► Select the “Company” and ‘Event Date’ and register with your following details: -

A. Demat Account No. or Folio No: Enter your 16 digit Demat Account No. or Folio No.

• Shareholders/ members holding shares in **CDSL demat account shall provide 16 Digit Beneficiary ID**

• Shareholders/ members holding shares in **NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID.**

• Shareholders/ members holding shares in **physical form** shall provide Folio Number registered with the Company.

B. PAN: Enter your 10-digit Permanent Account Number (PAN). Members who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.

C. Mobile No.: Enter your mobile number.

D. Email ID: Enter your email ID, as recorded with your DP/Company.

► Click “Go to Meeting” (You are now registered for Insta Meet and your attendance is marked for the meeting).

Please refer the instructions (annexure) for the software requirements and kindly ensure to install the same on the device which would be used to attend the meeting. Please read the instructions carefully and participate in the meeting. You may also call upon the InstaMeet Support Desk for any support on the dedicated number provided to you in the instruction/ InstaMEET website.

Instructions for Shareholders/ Members to Speak during the Annual General Meeting through InstaMeet:

1. Shareholders who would like to speak during the meeting must register their request mentioning their name, demat account number/folio number, email ID, mobile number at least 3 days in advance, with the Company on email ID: cs@skpmil.com on or before 5:00 p.m. (IST) on Friday, July 29, 2022.
2. Shareholders will get confirmation on first come first served basis.
3. Shareholders will receive “speaking serial number” once they mark attendance for the meeting.
4. Other Shareholder may ask questions to the panellist, via active chat-board during the meeting.
5. Please remember speaking serial number and start your conversation with panellist by switching on video mode and audio of your device.

Shareholders are requested to speak only when moderator of the meeting/ management will announce the name and serial number for speaking.

Instructions for Shareholders/ Members to Vote during the Annual General Meeting through InstaMeet:

Once the electronic voting is activated by the scrutinizer/moderator during the meeting, Shareholders/ Members who have not exercised their vote through the remote e-voting can cast the vote as under:

1. On the Shareholders VC page, click on the link for e-Voting “Cast your vote”
2. Enter your 16 digit Demat Account No. / Folio No. and OTP (received on the registered mobile number/ registered email ID) received during registration for InstaMeet and click on ‘Submit’.
3. After successful login, you will see “Resolution Description” and against the same the option “Favour/ Against” for voting.
4. Cast your vote by selecting appropriate option i.e. “Favour/ Against” as desired. Enter the number of shares (which represents no. of votes) as on the cut-off date under “Favour/ Against”.
5. After selecting the appropriate option i.e. “Favour/Against” as desired and you have decided to vote, click on “Save”. A confirmation box will be displayed. If you wish to confirm your vote, click on “Confirm”, else to change your vote, click on “Back” and accordingly modify your vote.
6. Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.

Note: Shareholders/ Members, who will be present in the Annual General Meeting through InstaMeet facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting facility during the meeting. Shareholders/ Members who have voted through Remote e-Voting prior to the Annual General Meeting will be eligible to attend/ participate in the Annual General Meeting through InstaMeet. However, they will not be eligible to vote again during the meeting.

Shareholders/ Members are encouraged to join the Meeting through Tablets/ Laptops connected through broadband for better experience.

Shareholders/ Members are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.

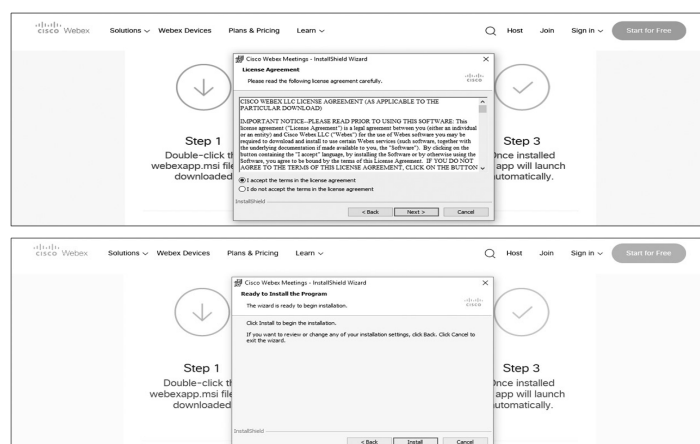
Please note that Shareholders/Members connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.

In case Shareholders/Members have any queries regarding login/ e-voting, they may send an email to instameet@linkintime.co.in or contact on: - Tel: 022-49186175.

Guidelines to attend the AGM proceedings of Link Intime India Pvt. Ltd.: InstaMeet

For a smooth experience of viewing the AGM proceedings of Link Intime India Pvt. Ltd. InstaMeet, Shareholders/Members who are registered as speakers for the event are requested to download and install the Webex application in advance by following the instructions as under:

- a) Please download and install the Webex application by clicking on the link <https://www.webex.com/downloads.html/>



Or

- b) If you do not want to download and install the Webex application, you may join the meeting by following the process mentioned as under:

Step 1	Enter your First Name, Last Name and Email ID and click on join now.
1 (A)	If you have already installed the Webex application on your device, join the meeting by clicking on join now.
1 (B)	If Webex application is not installed, a new page will appear giving you an option to either Add Webex to chrome or Run a temporary application. Click on Run a temporary application, an exe file will be downloaded. Click on this exe file to run the application and join the meeting by clicking on join now.

GENERAL GUIDELINES FOR SHAREHOLDERS

- The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date i.e. July 25, 2022).
- Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice and holding shares as on the cut-off date, may obtain the login ID and password by sending a request at https://instameet@linkintime.co.in
- The Scrutinizer shall after the conclusion of voting at the General Meeting, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than 3 days of the conclusion of the AGM, a consolidated Scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.



- The results declared along with the report of the Scrutinizer shall be placed on the website of the Company i.e. www.skpmil.com and on the website of Link Intime India Private Limited immediately after the declaration of results by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the BSE, Mumbai.

Annexure I

Details of Directors seeking appointment/re-appointment

Disclosure required under Regulation 26(4) and 36 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard - 2 in respect of Directors seeking appointment/re-appointment:

Particulars	Mr. Narendra Kumar Pasari	Mrs. Shikha Singhal
DIN	00101426	03030671
Date of Birth(Age in years)	01-10-1955(66 Years)	02.01.1982 (40 Years)
Date of Appointment	11-03-1974	03-05-2022
Qualification	Commerce Graduate	Commerce Graduate
Experience in specific functional areas	Rich experience in the paper industry and allied activities.	More than 10 years of rich experience in the field of accounting, marketing, export import, finance and other allied areas.
Directorship held in other listed entities	NIL	NIL
Membership/Chairmanship of Committees of listed entities (includes only Audit Committee and Stakeholders' Relationship Committee)	NIL	NIL
Number of shares held in the Company	NIL	NIL
Terms and Condition of appointment/re-appointment	As Per policy of Director, KMP and Senior Management (weblink mentioned in Board Report)	As Per policy of Director, KMP and Senior Management (weblink mentioned in Board Report)
Relationship with any Director(s)/ KMP of the Company	NIL	NIL
Number of Board Meeting attended during the year	As mentioned in the Corporate Governance Report	As mentioned in the Corporate Governance Report

EXPLANATORY STATEMENT

(Pursuant to Section 102 of the Companies Act, 2013) Item No. 3

The members of the Company had appointed Mr. Narendra Kumar Pasari (DIN: 00101426) as the Managing Director of the Company for a period of three years with effect from January 1, 2020. Since the term of his office is going to expire on December 31, 2022, the Board of Directors of the Company at its meeting held on May 30, 2022 has approved the re-appointment of Mr. Narendra Kumar Pasari as the Managing Director of the Company for a period of three years with effect from January 1, 2023 subject to the approval of the members at the ensuing Annual General Meeting of the Company on the terms and conditions including remuneration as recommended by the Nomination and Remuneration Committee. He is not disqualified from being re-appointed as

Director in terms of Section 164 of the Companies Act, 2013 ("the Act"). The Board is of opinion that his re-appointment is properly justified, considering his contribution in the growth of the Company.

The remuneration payable to Mr. Narendra Kumar Pasari is subject to overall ceiling under Section II of Part II of Schedule V to the Act. Further, wherein any financial year comprised by the period of appointment, the Company has no profits or its profits are inadequate, the Company shall pay to Mr. Narendra Kumar Pasari, remuneration as specified in the resolution by way of salary, perquisites and other allowances not exceeding the ceiling limit specified under Section II of Part II of Schedule V to the Act (including any amendment or re-enactment thereof).

For the purpose of calculating the above ceiling, the said perquisites and allowances shall be evaluated, wherever applicable, as per the Income Tax Act, 1961 or any rules framed there under (including any statutory modification(s) or re-enactment thereof, for the time being in force). In the absence of any such rules, perquisites and allowances shall be evaluated at actual cost.

He shall not be entitled to receive any sitting fee for attending the meeting of the Board and any committee thereof and shall not be liable to retire by rotation.

During the Financial Year 2021-22, he attended all the meetings of the Board of Directors. He is not a member on any Committee of the Board.

None of the Directors/Key Managerial Personnel or their relatives except Mr. Narendra Kumar Pasari (DIN: 00101426), is concerned or interested financially or otherwise directly or indirectly in respect of the proposed resolution.

The Board of Directors of the Company recommends the resolution set out at Item No. 3 for approval of the Members as a **Special Resolution**.

Disclosures pursuant to Section II of Part II of Schedule V to the Companies Act, 2013 are as under:

I. General Information

- (1) Nature of Industry
Manufacturing of paper
- (2) Date of commencement of commercial production
Third quarter of the calendar year 1974
- (3) In case of new company, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus N/A
- (4) Financial performance

(₹ in lakhs)

Financial Parameters	Year Ended		
	31.03.2022	31.03.2021	31.03.2020
Revenue from operations	10347.57	6,940.60	10,127.58
Net Profit/(Loss) after tax	(131.46)	(327.44)	(536.60)



- (5) Foreign Investments or collaborations, if any:
WPS PTE. LTD., Singapore and Mr. Vijay Kumar Gupta, NRI have invested in securities of the Company.

II. Information about the Appointee:

(1) Background details

Mr. Narendra Kumar Pasari, aged about 66 years, is the Managing Director of our Company. He has been actively involved in the affairs of the Company and has always administered his valuable service and significant contributions to the Company. He holds Directorship in M/s. Devanshu Infin Limited as its Director other than this Company.

(2) Past remuneration

1. Salary: ₹ 1,50,000/- (Rupee One Lakh Fifty Thousand only) per month
2. HRA @50% of the salary per month
3. Perquisites & other benefits: Besides the above gross salary, Mr. Narendra Kumar Pasari was entitled to the perquisites & other benefits which includes medical reimbursement, leave travel concession, club fee, personal accident insurance, leave encashment, provident fund, gratuity, car, bonus and telephone etc. as per Company's policy as amended from time to time.

(3) Recognition or awards

NIL

(4) Job Profile and his suitability

Mr. Narendra Kumar Pasari shall be entrusted with the substantial powers of management subject to the supervision and control of the Board of Directors of the Company. Considering his rich experience and keeping in view of the valuable service and significant contributions to the Company, the Board is of the opinion that the Company shall be benefitted by his re-appointment on the Board.

(5) Remuneration proposed

- i. Salary: ₹ 3,00,000/- (Rupee Three Lakhs only) per month with an annual increment of such amount per month as per discretion of the Board or any committee thereof.
- ii. HRA @50% of the salary per month
- iii. Perquisites & other benefits: It shall include medical expenses reimbursement for self and family, leave travel concession for self and family, club fee and personal accident insurance, education expenses, leave encashment, provident fund, gratuity, car,

telephone and bonus etc. as per Company's policy as may be amended from time to time.

- (6) Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person (in case of expatriates the relevant details would be w.r.t. the country of his origin)

The proposed remuneration is justified in consideration of the responsibilities shouldered by him and it is also commensurate with the nature and size of the Company.

- (7) Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel, if any

Mr. Narendra Kumar Pasari has no pecuniary relationship directly or indirectly with the Company other than his remuneration in the capacity of Managing Director.

III. Other Information:

- (1) Reasons of loss or inadequate profits

The outbreak of Covid-19 pandemic has caused significant disturbance in the economic activities. The disturbance in the supply chain, unavailability of the personnel, imposition of travel restriction etc. have impacted the business operations in term of sales and production. Consequently profitability of the Company has been adversely affected.

- (2) Steps taken or proposed to be taken for improvement

The Company has embarked on a series of strategic and operational measures that is expected to result in the improvement in the present position. The Company has also strategically planned to address the issue of productivity and increase profits and has put in place measures to reduce cost and improve the bottom-line.

- (3) Expected increase in productivity and profits in measurable terms

The Company is likely to grow in forthcoming period but this cannot be exactly measured in monetary terms for various factors.

IV. Disclosures:

- (1) Remuneration package of the managerial person: Fully described in the notice as stated above.
- (2) Disclosures in the 'Board of Directors' report under the heading 'Corporate Governance' included in Annual Report 2021-22. The requisite details of remuneration etc. of Managing Director are included in the Corporate Governance Report, forming part of the Annual Report of FY 2021-22 of the Company.

**Item No. 4**

Pursuant to Section 186(2) of the Companies Act, 2013 (Act) and the Companies (Meetings of Board and its Powers) Rules, 2014 the Board of Directors is authorized to give loan, guarantee or provide security in connection with a loan to any other body corporate or person and/ or to acquire by way of subscription, purchase or otherwise, the securities including shares, debentures etc. or any other body corporate, up to amount aggregate of which should not exceed 60% of the paid up capital, free reserves and securities premium account or 100% of free reserves and securities premium account of the Company, whichever is higher. In case the Company exceeds the above mentioned limits then, prior approval of Shareholders by way of a Special resolution is required to be obtained. The Company is undertaking various business activities and would, therefore, be required to provide financial assistance / support by way of giving of loans / guarantees, providing of securities, making investment in securities in order to expand its business activities and also for optimum utilization of funds. Accordingly, Board of Directors, of the Company may be authorized to give loans, guarantees or provide securities or investment as mentioned above, up to an amount, the aggregate outstanding of which should not exceed, at any given time ₹ 30 crores (Rupee Thirty Crores only), which shall be over and above the said limit as specified in section 186 (2) of the Act. The Board of Directors had, in its meeting held on May 30, 2022 considered and approved, subject to the approval of Shareholders, this proposal and recommends this resolution to the Shareholders for their approval by way of Special Resolution.

The documents, if any, referred to in this item are open for inspection at the Registered Office of the Company during the business hours on any working day (except Saturday, Sunday and Public Holiday) between 11.00 a.m. to 1.00 p.m. up to the date of the Annual General Meeting.

The Board of Directors of the Company recommends the resolution set out at Item No. 4 for approval of the Members as a **Special Resolution**.

Item No. 5

Based on the recommendation of the Nomination & Remuneration Committee, the Board of Directors of the Company has appointed Mrs. Shikha Singhal (DIN - 03030671) as an Additional Director in the capacity of Non-Executive Independent Director of the Company to hold office for a period from May 3, 2022 to May 2, 2027, not liable to retire by rotation, subject to consent of the Members of the Company at the ensuing AGM.

The Company has received a declaration from Mrs. Shikha Singhal confirming that she meets the criteria of independence

under the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Further, the Company has also received Mrs. Shikha Singhal's consent to act as a Director in terms of section 152 of the Companies Act, 2013 and a declaration that she is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013.

Mrs. Shikha Singhal aged 40 years holds a Bachelor's Degree in Arts specialized in Economics from St. Stephen's College, University of Delhi, North Campus, Delhi. She is having more than 10 years of rich experience in the field of Finance and Marketing. She is a person of integrity and possesses relevant expertise in the respective areas. The Board of Directors is of the opinion that it would be in the interest of the Company to appoint her as an Independent Director for a period of five years with effect from May 3, 2022 to May 2, 2027.

In the opinion of the Board, Mrs. Shikha Singhal fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for her appointment as an Independent Director of the Company and is independent of the management. The Board considers that her continued association would be of immense benefit to the Company and it is desirable to continue to avail her services as Independent Director.

The documents, if any, referred to in this item are open for inspection at the Registered Office of the Company during the business hours on any working day (except Saturday, Sunday and Public Holiday) between 11.00 a.m. to 1.00 p.m. up to the date of the Annual General Meeting.

Additional information in respect of Mrs. Shikha Singhal pursuant to under Regulation 26(4) and 36(3) of the Listing Regulations and Secretarial Standard-2 issued by The Institute of Company Secretaries of India is annexed to this Notice of Annual General Meeting as **Annexure I**.

Save and except the above, none of the other Directors, Key Managerial Personnel of the Company or their relatives is, in any way, concerned or interested, financially or otherwise, in this resolution.

The Board of Directors of the Company recommends the resolution set out at Item No. 5 for approval of the Members as an **Special Resolution**.

Item No. 6

The Board of Directors of the Company, on the recommendation of the Audit Committee, has approved the appointment and remuneration of M/s. Vijender Sharma & Co., Cost Accountants, Delhi (Firm Registration No.: 000180) to conduct the audit of the cost records of the Company for



the financial year ending March 31, 2023, at a remuneration of ₹ 90,000/- (Rupee Ninety Thousand only) per annum plus taxes at the applicable rates and reimbursement of out of pocket expenses in connection with the audit, subject to ratification by members.

In terms of the provisions of Section 148(3) of the Act read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors is to be approved by the members of the Company. Accordingly, the members are requested to ratify the remuneration payable to the Cost Auditors during the year 2022-23 as set out in the resolution for the aforesaid services to be rendered by them.

None of the Directors, Key Managerial Personnel or their relatives are interested in this resolution.

The Board of Directors of the Company recommends the resolution set out at Item No. 6 for approval of the Members as an **Ordinary Resolution**.

Registered Office:

4830/24, Prahlad Street,
Ansari Road, Darya Ganj,
New Delhi-110002
CIN: L21012DL1972PLC279773
Tel.: +91 11 46263200
E-mail: info@skpmil.com
Website: www.skpmil.com

Place: New Delhi
Date: May 30, 2022

By order of the Board of Directors
For Shree Krishna Paper Mills & Industries Limited

Ritika Priyam
Company Secretary
Membership No.A53502

**DIRECTORS' REPORT**

To the Members,

Your Directors have pleasure in presenting the 50th Annual Report and Audited Financial Statements of the Company for the financial year ended March 31, 2022.

FINANCIAL PERFORMANCE

The financial performance of the Company for the financial year ended on March 31, 2022 is summarised below:

(₹ in Lakhs)

	2021-2022	2020-2021
Revenue from Operations (Net)	10,347.57	6,940.60
Other Income	92.02	43.28
Total Income	10,439.59	6,983.88
Profit/(Loss) before tax	(171.36)	(413.50)
Less: Tax expense	(39.90)	(86.06)
Profit/(Loss) for the year	(131.46)	(327.44)
Other Comprehensive Income/(Loss)	(4.07)	32.15
Total Comprehensive Income/(Loss)	(135.53)	(295.29)

During the year under review, revenue from operations was increased to ₹ 10,347.57 lakhs against ₹ 6,940.60 lakhs in the last financial year. The Company has incurred a loss of ₹ 171.36 lakhs against loss of ₹ 413.50 lakhs in the previous year. From the above it is clear that although the Company has suffered loss but inspite of coronavirus pandemic that has affected business operations of the Company, your Company has improved its performance during the year under review. Your Directors are hopeful for the better performance in the coming year.

DIVIDEND

The Directors have decided not to recommend any dividend due to losses incurred by the Company during the year under review.

SHARE CAPITAL

The paid-up Equity Share Capital as on March 31, 2022 was ₹ 1,352.17 lakhs. During the year under review, the Company has not issued any shares with differential voting rights, sweat equity shares and equity shares under Employees Stock Option Scheme.

LISTING ON STOCK EXCHANGES

The Equity Shares of the Company are listed on Bombay Stock Exchange. The Company's delisting application with Calcutta Stock Exchange is pending since long.

IMPACT OF COVID-19 PANDEMIC

The year started with a severe second wave of Covid-19 sweeping across the country. This time the spread was rapid and encompassed the country very fast. The Covid-19 pandemic continued to be global challenge and contributed to a significant volatility and slowdown in the economic

activities. It has impacted the business operations of the Company also due to disruption in the supply chain, non-availability of personnel etc. Currently the number of new Covid-19 cases have reduced significantly and accordingly, Government of India has withdrawn most of the Covid-19 restrictions. The Company continues to monitor the situation caused by Covid-19 pandemic.

PUBLIC DEPOSITS

During the year under review, the Company has not accepted any public deposit within the meaning of Chapter V of the Companies Act, 2013 (the 'Act') and rules made thereunder.

EXTRACT OF ANNUAL RETURN

In compliance with the provisions of Sections 92(3) and 134(3)(a) of the Act, the Annual Return of the Company for the financial year ended March 31, 2022 has been hosted on the Company's website www.skpmil.com and web link for the same is: <http://www.skpmil.com/AnnualReport>

DIRECTORS & KEY MANAGERIAL PERSONNEL

During the year under review, Shri Rajesh Mujoo (DIN: 07751945), an Independent Director on the Board of the Company, has resigned from the office of Director w.e.f. closure of working business hours of February 5, 2022. The Board wishes to place on record its sincere appreciation of the valuable contribution and guidance received from him during his tenure.

The Board of Directors, on the recommendation of Nomination and Remuneration Committee ('NRC') and in accordance with provisions of the Act and SEBI Listing Regulations, has appointed Mrs. Shikha Singhal (DIN:03030671) as an Additional and Non-Executive Independent Director on the



Board w.e.f May 3, 2022, not liable to retire by rotation, subject to the approval of Shareholders in the ensuing Annual General Meeting ('AGM'). The Board recommends her appointment as Non-Executive Independent Director.

Except as stated above, there was no other change in Directors and Key Managerial Personnel of the Company, during the year under review.

Pursuant to the provisions of Section 152 of the Companies Act, 2013 and the Articles of Association of the Company, Mr. Dev Kishan Chanda (DIN: 00407123) will retire by rotation at the 50th Annual General Meeting and being eligible, has offered himself for re-appointment.

During the year under review, the Non-Executive Directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees, commission, if any and reimbursement of expenses incurred by them for the purpose of attending meetings of the Board /Committee of the Company.

Pursuant to the provisions of Section 203 of the Companies Act, 2013 and Regulation 6 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Key Managerial Personnel of the Company as on March 31, 2022 are: Mr. Narendra Kumar Pasari (DIN: 00101426) Managing Director, Mr. Sanjiv Kumar Agarwal, Chief Financial Officer and Mrs. Ritika Priyam who acts as Company Secretary & Compliance Officer of the Company.

The information on the particulars of Director eligible for appointment in terms of Regulation 36(3) of SEBI (LODR) Regulations has been provided in the notes to the notice convening the Annual General Meeting.

DECLARATION BY INDEPENDENT DIRECTORS

The Company has received declarations from all the Independent Directors of the Company confirming that they meet the criteria of independence as provided in Section 149(6) of the Act and also Regulation 16(1)(b) of the SEBI(LODR) Regulations.

As per regulatory requirements, all the Independent Directors have registered their names in the Independent Directors' Databank, pursuant to provisions of the Companies Act, 2013 and rules made thereunder.

BOARD EVALUATION

To comply with the provisions of Section 134 (3)(p) of the Act and the rules made thereunder, and Regulation 17(10) of SEBI (LODR) Regulations, the Board has carried out the annual performance evaluation of the Directors individually including the Independent Directors (wherein the concerned Director being evaluated did not participate), Board as a whole and the Committees of the Board of Directors.

The manner in which the annual performance evaluation has been carried out is explained in the Corporate Governance

Report. Board is responsible to monitor and review Directors' Evaluation framework.

Further, to comply with Regulation 25 (4) of SEBI (LODR) Regulations, Independent Directors also evaluated the performance of Non-Independent Directors and Board as a whole at a separate meeting of Independent Directors.

POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

To comply with the provisions of Section 178 of the Act and Rules made thereunder and Regulation 19 of SEBI (LODR) Regulations, the Company's Remuneration Policy for Directors, Key Managerial Personnel (KMP), Senior Management and other Employees of the Company is uploaded on website of the Company at <https://www.skpmil.com/SKPDdocuments/InvestorsDoc/20210816083053-Nomination%20and%20Remuneration%20Policy.pdf>

The Policy includes, inter alia, the criteria for appointment and remuneration of Directors, KMPs, Senior Management Personnel and other employees of the Company.

COMMITTEES OF THE BOARD

The Company has constituted various Committees of the Board as required under the Companies Act, 2013 and the Listing Regulations. For details like composition, number of meetings held, attendance of members etc. of such Committees, please refer to the Corporate Governance Report which forms a part of this Annual Report.

MEETINGS OF THE BOARD

The Board of Directors of the Company met 15 (Fifteen) times during the previous financial year. The particulars of attendance of the Directors at the Board meetings are detailed in the Corporate Governance Report of the Company, which forms a part of this Report. The intervening gap between the Meetings was within the period prescribed under the Act and Listing Regulations, 2015.

CORPORATE SOCIAL RESPONSIBILITY

Company has constituted Corporate Social Responsibility (CSR) Committee, in compliance with the provision of section 135 of the Companies Act, 2013 read with rules framed thereunder. The Corporate Social Responsibility Policy as approved by the Board may be accessed on the Company's website at:

<http://www.skpmil.com/SKPDdocuments/InvestorsDoc/20210816083240-Corporate%20Social%20Responsibility%20Policy.pdf>

The Company did not fall under the criteria as specified under Section 135 of the Companies Act, 2013 and accordingly, it was not required to comply with the provisions of Corporate Social Responsibility during the year under review.

The Annual Report on CSR Activities for the Financial Year ended March 31, 2022 as required under Section 134 and 135 of the Act read with Rule 8 of the Companies (Corporate



Social Responsibility Policy) Rules, 2014 and Rule 9 of the Companies (Accounts) Rules, 2014 is attached to this report as “Annexure-A”.

DIRECTORS’ RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 134(3)(c) read with Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:

- i) In the preparation of the annual accounts, the applicable accounting standards have been followed and there is no material departure from the same.
- ii) They have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on March 31, 2022 and of the loss of the Company for the year;
- iii) They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) The Annual Accounts are prepared on a going concern basis;
- v) They have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively;
- vi) They have devised proper systems to ensure compliance with the provisions of all applicable laws and these systems are adequate and operating effectively.

SUBSIDIARY/JOINT VENTURE/ASSOCIATE COMPANIES

Your Company does not have any subsidiary/joint venture/associate company within the meaning of the Act.

CORPORATE DEBT RESTRUCTURING

The debts of the Company were restructured under Corporate Debt Restructuring (CDR) mechanism w.e.f. April 1, 2009.

RISK MANAGEMENT

Your Company has a structured approach for handling risks. It has in place a Risk management framework which defines the roles and responsibilities at various levels in the organization. The Company recognize that these risks need to be managed and mitigated to protect the interest of the Stakeholders and to achieve business objectives.

INTERNAL FINANCIAL CONTROLS

The Company has effective internal control systems in place, which ensures that all the assets of the Company are safeguarded and protected against any loss from unauthorised use or disposition. Internal Auditors also periodically carries out review of the internal control systems and procedures.

Your company has also put in place adequate internal financial controls with reference to the financial statements commensurate with the size and nature of operations of the Company. Such Controls were tested and no material discrepancy or weakness in the Company’s internal controls with reference to financial statements was observed during the year.

CURRENT OUTLOOK

The future of paper industry is linked to the future of Indian economy. The paper industry is quiet diversify using different type of raw materials to produce different kinds of paper and paper based packaging material. India has over 16% of the World’s population yet only using about 1% of the total World’s paper and paper board. This reflects the huge market of potential of paper industry in India. The ban on single use plastic is also expected to fuel the demand for paper based alternatives. The stronger than anticipated growth in e-commerce sales due to increasing safety and hygiene consciousness and revival in consumer durable sales are driving demand for paper particularly packaging paper.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo as stipulated under Section 134(3)(m) of the Act read with Rule 8 of The Companies (Accounts) Rules, 2014, is annexed herewith as “Annexure-B” to this Report.

AUDITORS AND AUDITORS’ REPORT

Statutory Auditors

Member of the Company in their 48th Annual General Meeting (AGM) held on September 29, 2020 had appointed M/s. Radheshyam Sharma & Co., Chartered Accountants (Firm Registration No. 016172N) as Statutory Auditors of the Company to hold office for a period of 5 (Five) years till the conclusion of the 53rd Annual General Meeting to be held in the year 2025.

The Statutory Auditor’s Report for the Financial Year 2021-22 does not contain any qualification, reservation or adverse remark. The observations made in the Auditor’s Report, read together with relevant notes thereon, are self-explanatory and hence do not call for any comments.

The Auditor have not reported any fraud under Section 143(12) of the Companies Act, 2013.

Cost Auditors

In terms of the provisions of Section 148 and all other applicable provisions of the Act, read with the Companies (Cost Records and Audit) Rules, 2014, as amended from time to time, the Board has, on the recommendation of Audit Committee,



approved the appointment of M/s Vijender Sharma & Co., Cost Accountants, Delhi (Firm Registration No. 00180) to carry out the cost audit of Company's records for the financial year 2022-23, at a remuneration of ₹ 90,000/- (Rupees Ninety Thousand only) plus taxes at the applicable rates and reimbursement of out of pocket expenses in connection with the aforesaid audit. The remuneration proposed to be paid to them requires ratification by the members of the Company. In view of this, your ratification for payment of remuneration to Cost Auditors is being sought at the ensuing AGM.

The Cost Audit Report for the financial year ended on March 31, 2021 has been filed under XBRL mode within the stipulated time period.

Secretarial Auditors

In accordance with Section 204 of the Act read with rules made thereunder, your Company has appointed M/s BLAK & Co., a practicing Company Secretary, to conduct the Secretarial Audit of the Company for the year under review. Secretarial Audit Report is annexed herewith as **"Annexure-C"** to this Report.

There is no qualification, reservation, adverse remark or disclaimer by the Secretarial Auditors in their Secretarial Audit Report.

Internal Auditors

The Company has adequate Internal Control and Internal Audit system commensurate with its size and nature of its Business. The Board of Directors has appointed M/s GAMS & Associates LLP, Chartered Accountants, as Internal Auditors of the Company to carry out internal audit of the Company. The Internal Audit report is reviewed by the audit committee from time to time.

PARTICULARS OF LOANS, GUARANTEES, INVESTMENTS AND SECURITIES UNDER SECTION 186 OF THE ACT

During the year, the Company has not granted any loans or given guarantees/securities or made investments under section 186 of the Act. The earlier investments made by the Company are provided in the notes to the financial statements in this Annual Report.

RELATED PARTY TRANSACTIONS

To comply with the requirements laid down in SEBI (LODR) Regulations, all related party transactions are placed before the Audit Committee for approval. Omnibus approval was obtained on a yearly basis for transactions which were of repetitive nature. All contracts / arrangements / transactions entered into by the Company with related parties were in the ordinary course of business and on arm's length basis.

During the year under review, your Company had not entered into any contract/ arrangement/ transaction with related parties which could be considered material in accordance with the policy of the Company for related party transactions.

None of the transactions with any of the related parties were in conflict with the interest of the Company. Attention of members is drawn to the disclosure of transactions with the related parties set out in note no. 53 of the Financial Statements, forming part of the Annual Report.

Your Company has framed a policy on related party transactions in accordance with SEBI (LODR) Regulations and as per the amended provisions of the Act. The policy intends to ensure that proper reporting, approval and disclosure processes are in place for all transactions between the Company and related parties. The policy on related party transactions as approved by the Board is also uploaded on the Company's website at www.skpmil.com.

Since all transactions which were entered into during the financial year 2021-22 were on arm's length basis and in the ordinary course of business and there was no material related party transaction, no detail is required to be provided in Form AOC-2 prescribed under Clause (h) of Sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

VIGIL MECHANISM/WHISTLE BLOWER POLICY

The Company has adopted a Whistle Blower Policy to provide a formal mechanism to the Directors and employees to report their concerns about unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct or Ethics Policy. The Policy provides for adequate safeguards against victimization of employees who avail of the mechanism and also provides for direct access to the chairman of the Audit Committee. It is affirmed that no personnel of the Company has been denied access to the Audit Committee. The Whistle Blower Policy has been posted on the website of the Company at <http://www.skpmil.com/SKPDdocuments/InvestorsDoc/20210816083029-Whistle%20Blower%20Policy.pdf>

CORPORATE GOVERNANCE

Your Company is in Compliance with all the applicable provisions of the Corporate Governance as stipulated under Listing Regulation. A report on Management Discussion and Analysis, Report on Corporate Governance and Certificate of the Auditors of the Company regarding compliance of the conditions of Corporate Governance as stipulated under Regulation 34 Part C of Schedule V of the Listing Regulations, 2015, is enclosed as a separate section and forms a part of this Report.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

Your Company strongly believes in providing a safe and harassment free workplace for each and every individual working for the Company through various interventions and practices. It is the continuous endeavor of the Management of the Company to create and provide an environment



to all its employees that is free from discrimination and harassment including sexual harassment. During the year under review no complaints relating to sexual harassment has been received. The Company has adopted a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder. The policy has been posted on the Website of the Company at <http://www.skpmil.com/SKPDdocuments/InvestorsDoc/20210816103633-Prevention%20of%20sexual%20harassment%20policy.pdf>

MANAGERIAL REMUNERATION & PARTICULARS OF EMPLOYEES

The information required under Section 197(12) of the Act read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of the employees of the Company is annexed as “Annexure-D” to this Report.

CREDIT RATING

As on March 31, 2022, the long term credit rating of the Company was ‘IVR BB’ and short term rating was ‘IVR A4’. Further details are provided in Corporate Governance Report which forms part of this Annual Report.

OTHER DISCLOSURES

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. No amount has been or is proposed to be transferred to any reserves of the Company.
2. No significant or material orders have been passed by any Regulator or Court or Tribunal which can have impact on the going concern status and the Company’s operations in future.
3. There were no special resolution passed pursuant to the provisions of Section 67(3) of the Act and hence no information as required pursuant to Section 67(3) of the Act read with Rule 16(4) of Companies (Share Capital and Debentures) Rules, 2014 is furnished.
4. After close of the quarter, a fire incident took place at the Company’s plant at “SPL-A, RIICO Industrial Area, Vill-Keshwana, Tehsil-Kotputli, Distt-Jaipur on April 9, 2022. The Company has adequate insurance coverage and the provisional insurance claim of ₹ 903.70 lakhs has been filed with the insurance company.
5. The Company is in regular compliance with the applicable Secretarial Standards relating to ‘Meetings of the Board of Directors’ and ‘General Meetings’ during the year and applicable provision of Secretarial Standards issued by the Institute of Companies Secretaries of India.
6. During the year under review, no amount was required to be transferred to Investor Education and Protection Fund.

ACKNOWLEDGEMENT

Your Directors acknowledge and express their deep gratitude for the whole-hearted support received by the Company from various departments of the Central and State Governments, Banks, Customers, Suppliers, Shareholders and all the Stakeholders. Your Directors also wish to place on record their appreciation for the sincere services rendered by the employees of the Company at all levels.

For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited

Rakhi Verma
Director
DIN: 07995132

Narendra Kumar Pasari
Managing Director
DIN: 00101426

Place: New Delhi
Date: May 30, 2022



ANNEXURE –‘A’

ANNUAL REPORT ON CSR ACTIVITIES

1. Brief outline on CSR Policy of the Company

Refer Section on Corporate Social Responsibility in Board's Report

2. Composition of CSR Committee is as under:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the financial year 2021-22	Number of meetings of CSR Committee attended during the financial year 2021-22
1.	Mr. Prakash Narayan Singh	Chairman Non-Executive Director (Independent)	2	2
2.	Mr. Rajesh Mujoo *	Member Non-Executive Director (Independent)	2	2
3.	Mrs. Rakhi Verma	Member Non-Executive Director (Non-Independent)	2	2
4.	Mr. Dev Kishan Chanda **	Member Non-Executive Director (Non-Independent)	-	-

* Resigned w.e.f. February 5, 2022.

** Since he was appointed as member after the last meeting of Corporate Social Responsibility Committee, no meeting was attended by him.

3. Web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.

The Composition of CSR committee can be accessed at:

<https://www.skpmil.com/SKPDdocuments/InvestorsDoc/20220624025924-Composition%20of%20Committees.pdf>

The CSR Policy can be accessed at:

<https://www.skpmil.com/SKPDdocuments/InvestorsDoc/20210816083240-Corporate%20Social%20Responsibility%20Policy.pdf>

As the average profit for the last three financial years of the Company was negative, therefore the Board of Directors of the Company was not required to approve any CSR projects.

4. Details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report).

Not Applicable

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in ₹)	Amount required to be set-off for the financial year, if any (in ₹)
Not Applicable			

6. Average net profit of the company as per section 135(5): Nil (Being loss)

7. (a) Two percent of average net profit/loss of the company as per section 135(5): N.A.

(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: Nil

(c) Amount required to be set off for the financial year, if any: Nil

(d) Total CSR obligation for the financial year (7a+7b-7c): Nil



8. (a) CSR amount spent or unspent for the financial year 2021-22

Total Amount Spent for the Financial Year. (in ₹)	Amount Unspent (in ₹)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
Not Applicable					

(b) Details of CSR amount spent against ongoing projects for the financial year 2021-22

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Project duration.	Amount allocated for the project (in ₹).	Amount spent in the current financial Year (in ₹).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in ₹).	Mode of Implementation - Direct (Yes/No).	Mode of Implementation - Through Implementing Agency	
				State.	District.						Name	CSR Registration number.
Not Applicable												

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Amount spent for the project (in ₹).	Mode of implementation - Direct (Yes/No).	Mode of implementation - Through implementing agency.	
				State.	District.			Name.	CSR registration number.
Not Applicable									

(d) Amount spent in Administrative Overheads: Nil

(e) Amount spent on Impact Assessment, if applicable: Not Applicable

(f) Total amount spent for the Financial Year 2021-22 (8b+8c+8d+8e): Not Applicable

(g) Excess amount for set off : NIL

Sl. No.	Particular	Amount (in ₹)
(i)	Two percent of average net profit of the company as per section 135(5)	Not Applicable
(ii)	Total amount spent for the Financial Year	
(iii)	Excess amount spent for the financial year [(ii)-(i)]	
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	

9. (a) Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in ₹)	Amount spent in the reporting Financial Year (in ₹).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in ₹)
				Name of the Fund	Amount (in ₹).	Date of transfer.	



Not Applicable

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s)

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in ₹).	Amount spent on the project in the reporting Financial Year (in ₹).	Cumulative amount spent at the end of reporting Financial Year. (in ₹)	Status of the project - Completed /Ongoing.
Not Applicable								

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details).

(a) **Date of creation or acquisition of the capital asset(s):** Not Applicable

(b) **Amount of CSR spent for creation or acquisition of capital asset:** Not Applicable

(c) **Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc:** Not Applicable

(d) **Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset):** Not Applicable

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5) :
Not Applicable

Narendra Kumar Pasari
Managing Director
DIN: 00101426

Prakash Narayan Singh
(Chairman CSR Committee)

Place: New Delhi
Date: May 30, 2022

**ANNEXURE 'B'****CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

Information on conservation of Energy, Technology absorption and Foreign Exchange earnings and outgo required to be disclosed under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 are provided hereunder:

(A) CONSERVATION OF ENERGY

- (i) The steps taken or impact on conservation of energy;
 1. Replacement of low efficiency pump with high energy efficient pump.
 2. Continuous controlling of air and water leakages/wastage.
 3. Replacing old steam condensate system with new one to save the fuel consumption.
 4. Replacement of old VFD to reduce electricity wastage.
 5. Replacement of new energy efficient lights in place of old lights.
- (ii) The steps taken by the company for utilising alternate sources of energy;
NIL
- (iii) The capital investment on energy conservation equipment;
₹ 19.10 lakhs

(B) TECHNOLOGY ABSORPTION

- (i) The efforts made towards technology absorption;
 1. Installation of RO system for paper machine to have better quality of paper.
 2. Modification in size press to improve the quality of paper.
 3. Replacement of old rolls with new rolls to improve the quality of paper.
 4. Two new Refiner have been installed to improve the quality of paper and for increasing the production.
- (ii) The benefits derived like product improvement, cost reduction, product development or import substitution;
The Company continues to focus on the rapid technological changes which has resulted into improvement in the productivity and cost reduction.
- (iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) –

- (a) the details of technology imported;
- (b) the year of import;
- (c) whether the technology been fully absorbed;
- (d) if not fully absorbed, areas where absorption has not taken place and the reasons thereof;

Not applicable as no technology imported during the last three years.

- (v) The expenditure incurred on Research and Development;

Research & Development work is carried out in house as well as with the help of external sources on continuous basis. The expenses incurred on this are booked under general accounting head.

(C) FOREIGN EXCHANGE EARNINGS & OUTGO

Earnings	: ₹ 57.26 lakhs
Outgo	: ₹ 3,633.48 lakhs

For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited

Rakhi Verma
Director
DIN: 07995132

Narendra Kumar Pasari
Managing Director
DIN: 00101426

Place: New Delhi
Date: May 30, 2022



ANNEXURE 'C'

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2022

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
SHREE KRISHNA PAPER MILLS & INDUSTRIES LTD.
4830/24, Prahlad Street,
Ansari Road, Darya Ganj,
New Delhi-110002

We have conducted the Secretarial Audit for the compliance of applicable statutory provisions and the adherence to good corporate practices by **SHREE KRISHNA PAPER MILLS & INDUSTRIES LIMITED** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2022, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2022 according to the provisions of applicable following laws:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

- c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **(Not applicable to the Company during the Audit Period)**
 - d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; **(Not applicable to the Company during the Audit Period)**
 - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not applicable to the Company during the Audit Period)**
 - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(Not applicable to the Company during the Audit Period)** and
 - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations; **(Not applicable to the Company during the Audit Period)**
 - (vi) The other laws as may be applicable specifically in case of the Company on the basis of documents/information produced before us:
 - a) Goods & Service Tax Act, 2017
 - b) Custom Act, 1962
 - c) Income Tax Act, 1961 and Indirect Tax Laws
 - d) Indian Contract Act, 1872
 - e) Indian Stamp Act, 1999
 - f) Limitation Act, 1963
 - g) Negotiable Instrument Act, 1981
 - h) Registration Act, 1908
 - i) Sale of Goods Act, 1930
 - j) Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013
 - k) Transfer of Property Act, 1882
 - l) Weekly Holidays Act, 1942
 - m) Legal Metrology Act, 2009,
 - n) Labour laws as applicable to the Company.
- We have also examined compliance with the applicable clauses of the following:
- i. Secretarial Standards issued by The Institute of Company Secretaries of India.
 - ii. The Listing Agreement entered into by the



Company with Bombay Stock Exchange (BSE) read with Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

*The Company's delisting application with Calcutta Stock Exchange is pending since long.

During the Audit period under review, the Company has complied with provisions of the Act, Rules, Regulations, Guidelines, standard etc mentioned above.

We further report that

1. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
2. Adequate notice is given to all Directors for the Board Meetings. Agenda and detailed notes on agenda were sent in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
3. As per the minutes of the meetings duly recorded and signed by the Chairman, the decisions of the Board were unanimously recorded.

Based upon compliance mechanism established by the Company and on the basis of compliance certificate issued by Company Secretary of the Company, we further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period no specific events / actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

For BLAK & CO.
Company Secretaries

(Archana Bansal)
Mg. Partner

Place: Ghaziabad, NCR
Date : 30.05.2022

M.No. – A17865
COP No.- 11714

UDIN: A017865D000425723

Note: This report is to be read with our **ANNEXURE 'I'** of even date which are annexed and forms an integral part of this report.

ANNEXURE 'I'

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For BLAK & CO.
Company Secretaries

(Archana Bansal)
Mg. Partner

Place: Ghaziabad, NCR
Date : 30.05.2022

M.No. – A17865
COP No.- 11714

UDIN: A017865D000425723

**ANNEXURE 'D (I)'**

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

- (i) The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2021-22;

S. No.	Name of Director and Designation	Ratio of remuneration of each Director to median remuneration of employees
1	Mr. Narendra Kumar Pasari, Managing Director	13.47 : 1.00

- (ii) The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary in the financial year 2021-22;

S. No.	Name of Director/ KMP	Designation	Percentage increase in Remuneration of Directors/KMP
1	Mr. Narendra Kumar Pasari	Managing Director	45.66
2	Mr. Sanjiv Kumar Agarwal	Chief Financial Officer	18.42
3	Mrs. Ritika Priyam	Company Secretary	161.33

- (iii) The percentage increase in the median remuneration of employees in the financial year 2021-22;

4.90

- (iv) The number of permanent employees on the rolls of Company;

225 as on March 31, 2022

- (v) Average percentile increases already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;

Average percentage increase made in the salaries of employees other than the managerial personnel in the last financial year i.e. 2021-22 was 31.27% whereas the managerial remuneration was increased by 45.66% for the same financial year. There is a difference in the percentage increase in remuneration of employees other than managerial personnel and that of managerial personnel because during the financial year 2020-21, there was salary reduction due to COVID-19 .

- (vi) Affirmation that the remuneration is as per the remuneration policy of the company.

It is affirmed that the remuneration paid is as per the remuneration policy for Directors, Key Managerial Personnel and other Employees.

ANNEXURE 'D (II)'

Statement as required under Section 197(12) of the Companies Act, 2013 read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 for the year ended March 31, 2022

- (i) Top ten employees in terms of remuneration:**

S. No.	Name	Age (years)	Designation	Remuneration (₹ in Lakhs)	Qualification and Experience	Date of commencement of employment	Last employment held
1	Narendra Kumar Pasari	66	Managing Director	30.19	B. Com, 48 Years	11-03-1974	-
2	Ashok Kumar Sharma	72	Sr. Vice President (L & CA)	14.37	B.Sc., LL.B., 50 Years	05-04-2000	Jindal Photofilms Ltd.
3	Sanjiv Kumar Agarwal	53	Chief Financial Officer	13.25	B. Com, FCA, 30 Years	03-05-1993	Mehra Goel & Co.
4	Man Singh	64	Chief Manager (Sales)	8.85	Matriculation, 44 Years	01-08-1981	Bishwanath Industries Limited
5	Harish Chander	58	Chief Manager (Commercial)	7.98	B. Com, 38 Years	01-09-1984	-
6	Dharambir Singh	53	DGM (Maintenance)	7.37	Diploma in Mech. Engg. 33 Years	13-01-2010	Rama News Print Limited
7	Khirod Kumar Jena	59	Sr. Manager (Cutter & Rewinder)	6.84	Intermediate, 42 Years	05-03-2010	Manish Paper & Board Mills Ltd
8	Raj Singh Soam	53	Manager (Electrical)	6.78	B.Tech, 29 Years	01-11-2016	Harvest Gold Industries Pvt Ltd
9	Balwinder Singh*	64	Manager (Boiler)	6.74	Diploma in Mech. Engg. 41 Years	17-08-2015	Shree Shyam Pulp & Board Mills Ltd
10	Bhupendra Kumar Sharma	59	DGM (HR & Administration)	6.22	MA, LLB, 39 Years	02-05-2007	Marshal India Ltd

*Employed for part of the year.



- (ii) Employed throughout the financial year and in receipt of remuneration aggregating not less than ₹ 102 lakhs per annum:
None
- (iii) Employed for part of the year and in receipt of remuneration aggregating not less than ₹ 8.50 lakhs or more per month:
None
- (iv) Employed throughout the financial year or part thereof, and was in receipt of remuneration in the year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the Managing Director or whole-time Director or Manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the Company: None

For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited

Place: New Delhi
Date: May 30, 2022

Rakhi Verma
Director
DIN: 07995132

Narendra Kumar Pasari
Managing Director
DIN: 00101426



MANAGEMENT DISCUSSION AND ANALYSIS REPORT

INDUSTRY STRUCTURE AND DEVELOPMENTS

The Indian paper industry is estimated to be about 20 million tonnes per annum. Paper consumption is likely to witness 6 - 7% annual growth and will reach about 30 million tonnes by financial year 2026-27, largely driven by emphasis on education and literacy coupled with growth in organized retail. It is an important and essential industry for any country and per capita paper consumption can be used to attract growth and advancement for areas such as economic progress and focus on education. The paper industry holds immense potential for growth in India as per capita consumption is globally one of the lowest. The emphasis on education and literacy coupled with growth for organized retail and demand for better quality paper are a major drivers of the growth.

OPPORTUNITIES AND THREATS

Although the revenue growth in the paper industry plummeted owing to pandemic induced disruption in the form of factory lockdowns, curtailed demand due to closure of schools, colleges and offices working hybrid modes but now with the continued demand, the sector is expected to grow in the years to come. The reasons of growth of paper industry are continuous demand for education and literacy, growth in e-commerce, FMCG, demand of quality package, ban on plastic (specially polythene bags) and incremental demand of eco-friendly paper bags. The demand drivers have come from a combination of factors such as rising income levels, creating per capita expenditure and larger operation of earning population which is expected to lead consumption and there is enormous potential for the paper industry in the Country.

Covid-19 is one of the greatest challenges faced by the whole World and India is no exception to that. The paper industry like all other industries has also been adversely affected due to Covid-19. High cost of raw material coupled with significant increase in fuel cost and other inputs has resulted in a substantial increase in the cost of domestic manufacture of paper and paper board.

OUTLOOK

The future of paper industry is linked to the future of Indian economy. The paper industry is quiet diversify using different type of raw materials to produce different kinds of paper and paper based packaging material. India has over 16% of the World's population yet only using about 1% of the total World's paper and paper board. This reflects the huge market of potential of paper industry in India. The ban on single use plastic is also expected to fuel the demand for paper

based alternatives. The stronger than anticipated growth in e-commerce sales due to increasing safety and hygiene consciousness and revival in consumer durable sales are driving demand for paper particularly packaging paper.

RISKS & CONCERNS

Risk is an integral factor in all types of businesses and has to be addressed and mitigated accordingly. We have an integrated risk management approach through which we assess risks on a regular basis. The main aim of risk management is to identify, monitor and take pre-cautionary measures in respect of the events that may pause risk for the business. Your Company's risk management is continuously monitored and mitigation plans are made to overcome the potential challenges.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has effective Internal Control System in place which are regularly reviewed by independent Internal Auditors of the Company and the internal audit reports are periodically reviewed by Audit Committee. Such stringent and detailed controls ensure effective and productive use of resources to the degree that the Company's assets and interests are safeguarded, transactions are approved, registered and properly reported. The Company also undergoes a rigorous audit process alongwith other items for stock, cash etc. at regular intervals.

FINANCIAL PERFORMANCE

The financial statements of your Company have been prepared in accordance with the Indian Accounting Standard ('Ind AS') specified under Section 133 of the Companies Act, 2013 and the applicable Rules, as amended from time to time and other applicable provisions. The salient parameters of financial performance are as under:-

	(₹ in Lakhs)	
	2021-2022	2020-2021
Revenue from Operations	10,347.57	6,940.60
Total Income	10,439.59	6,983.88
Total Expenses	10,610.95	7,397.38
Profit/(Loss) before tax	(171.36)	(413.50)
Tax expenses	(39.90)	(86.06)
Profit/(Loss) after tax	(131.46)	(327.44)
Total Comprehensive Income/(Loss)	(135.53)	(295.29)

During the year under review, revenue from operations was increased to ₹ 10,347.57 lakhs against ₹ 6,940.60 lakhs in the last financial year. The Company has incurred a loss of ₹ 171.36 lakhs against loss of ₹ 413.50 lakhs in the previous year.



HUMAN RESOURCES & INDUSTRIAL RELATIONS

The Company acknowledges that its principal asset is its employees and believes in establishing and building a strong performance and competency driven culture amongst its employees with greater sense of accountability and responsibility. The industrial relations within the Company have remained harmonious throughout the year. The Company believes that the quality of the employees is the key to its success and is committed to equip them with skills, enabling them to seamlessly evolve with ongoing technological advancements. The Company had 225 employees on its payrolls as on March 31, 2022.

KEY FINANCIAL RATIOS

In accordance with the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, the Company is required to give details of significant changes (change of 25% or more as compared to the immediately previous financial year) in key financial ratios.

Following are the key financial ratios:

Particulars	2021-22	2020-21
Price Earnings Ratio	(28.87)	(6.26)
Debtors Turnover Ratio	14.09	6.06
Inventory Turnover Ratio	4.45	4.27
Interest Coverage Ratio	0.70	(0.36)
Current Ratio	0.90	0.73
Debt Equity Ratio	1.71	1.03
Operating Profit Margin (%)	3.89	(1.58)
Net Profit Margin (%)	(1.27)	(4.72)
Return on Net Worth	(0.10)	(0.24)

Reason for significant change:

1. Variation in Price Earning (PE) Ratio is due to reduction in losses and higher share price as compared to previous year.
2. Debtor turnover ratio has been improved due to increase in sales and better recovery from customers.
3. Interest Coverage Ratio has been improved due to improvement in EBIT as compared to last year.
4. Debt equity ratio has been increased on account of new proceeds of term loans, unsecured loans and higher utilisation of cash credit limits.
5. Operating Profit Margin, Net Profit Margin and Return on Net Worth have been improved due to reduction in losses in comparison of last year.

CAUTIONARY STATEMENT

Statements in the Management Discussion and Analysis Report describing the Company's objectives, expectations or forecasts may be 'forward-looking statements' within the meaning of applicable laws and regulations. The actual results may differ materially from those expressed in the statements due to factors such as market conditions, input costs, changes in the regulations, economic development within/outside country etc.



CORPORATE GOVERNANCE REPORT

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Corporate Governance is an integral part of values, ethics and best business practices followed by the Company. Your Company strongly believes that sound Corporate Governance practices go a long way in retaining investors' trust and confidence as well as sustaining the interest of all the stakeholders. The Company has always strived to adopt best Corporate Governance practices. The Company has committed to the adoption of, adherence to and maintaining the highest ethical standards and sound Corporate Governance practices at all times.

Your Company considers good Corporate Governance a pre-requisite for meeting the needs and expressions of its stakeholders and firmly believes that the same could be achieved by maintaining transparency in its dealings, creating robust policies and practices, effective process and systems with clear accountability, integrity, transparency, governance practices and the highest standard of governance. We are in compliance of all the mandatory requirements of Corporate Governance stipulated in SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 hereinafter called ("the Listing Regulations").

2. BOARD OF DIRECTORS

i) Board Structure

Your Board of Directors closely monitor the performance of the Company and Management, approves the plans, reviews the strategy and strives to achieve organisational growth. Your Board ensures statutory and ethical conduct and place high importance on the internal financial reporting. The primary role of the Board is that of trusteeship to protect and enhance shareholders value. The Board, as part and parcel of its functioning, annually reviews its role, evaluates its performance and also that of the Board Committees and the Directors. The Board composition is in conformity with Section 149 of the Companies Act, 2013 ("the Act") read with Regulation 17 of SEBI (LODR) Regulations.

The Board of Directors ('Board') is constituted with optimum combination of Executive Directors, Non-Executive Directors, Independent Directors and Women Directors, as per the prevailing regulatory requirements. As on date of this Report, the Board consists of 6 (Six) Directors headed by Mr. Narendra Kumar Pasari (Managing Director), an Executive Director, two Non-Executive Directors and three Non-Executive Independent Directors. None of the Directors on the Board is a member of more than 10 (Ten) committees or a Chairperson of more than 5 (Five) committees [as stipulated in Regulation 26(1) of the Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015 ('Listing Regulations')] across all the Indian Public Companies,

in which he / she is a Director. The annual disclosure providing the committee position and other Directorship has been made by the Directors.

During the year there is change in composition of Board of Directors as Mr. Rajesh Mujoo has resigned from the office of Director w.e.f. closure of working business hours of February 5, 2022 due to his personal reason. The vacancy created out with the resignation of Independent Director has been filled up by the appointment of Mrs. Shikha Singhal(Non-executive Non-Independent Director) on May 3, 2022.

ii) Independent Directors

Independent Directors are Non-Executive Directors as defined under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Act. All the Independent Directors have confirmed that they meet the criteria of independence as prescribed in the Act and SEBI (LODR) Regulations. In terms of Regulation 25(8) of the Listing Regulations, the Independent Directors have confirmed that they are not aware of any circumstances or situations which exist or may be reasonably anticipated that could impair or impact their ability to discharge their duties. As per regulatory requirements, all the Independent Directors have registered their names in the Independent Directors' Databank, pursuant to provisions of the Companies Act, 2013 and rules made thereunder.

None of the Independent Directors serve as an Independent Director in more than the maximum permissible limit on number of directorships as an Independent Director and also has not crossed the maximum tenure of an Independent Director. The Independent Directors are made aware of their roles, responsibilities and liabilities at the time of appointment through a formal letter of appointment which stipulates the terms and conditions of their appointment.

During the year under review, the Independent Director Mr. Rajesh Mujoo has resigned w.e.f. closure of working business hours of February 5, 2022 due to his personal reason. To fill this vacancy on account of resignation of Mr. Rajesh Mujoo, Mrs. Shikha Singhal has been appointed as an Additional Director in the capacity of Independent Director of the Company in terms of Section 161 of the Act, for a term of 5 years with effect from May 3, 2022 to May 2, 2027, subject to approval of the Members of the Company.

In the opinion of the Board, the Independent Directors fulfil the conditions as specified in the Companies Act, 2013 and SEBI(LODR) Regulations and are independent of the management.

The details of composition of the Board as on March 31, 2022, the attendance record of the Directors at the Board Meetings held during financial year 2021-22 and at the last AGM, as also the number of Directorship(s)/Committee Chairmanship(s)/Membership(s) held by them in other



public companies along with shareholding of Non-Executive Directors are given below:

Name/ Designation of Directors	DIN	Cate- gory	No. of Position held in other companies			No. of Board Meetings Attended	Atten- dance at last AGM	No. of shares held by Non- Executive Directors (as on 31.03.2022)
			Direct- torship	Committee Mem- ber	Chair- man			
Mr. Narendra Kumar Pasari (Managing Director)	00101426	ED (P)	1	-	-	15	Yes	-
Mr. Dev Kishan Chanda	00407123	NED	3	-	-	15	Yes	-
Mr. Lal Chand Sharma	00196158	NED (I)	5	-	-	5	No	-
Mr. Prakash Narayan Singh	00076392	NED (I)	2	-	-	15	Yes	-
Mr. Rajesh Mujoo *	07751945	NED (I)	-	-	-	4	No	-
Mrs. Rakhi Verma	07995132	NED	-	-	-	15	Yes	-
Mrs. Shikha Singhal **	03030671	NED(I)	-	-	-	-	-	-

\$ Chairmanship/Membership of Board Committees includes only Audit Committee and Stakeholders Relationship Committee.

ED (P) - Executive Director (Promoter)

NED - Non-Executive Director

NED (I) - Non-Executive Director (Independent)

* Resigned w.e.f. February 5, 2022.

** Appointed as Additional Director w.e.f. May 3, 2022.

iii) Familiarisation Programme for Independent Directors

The Independent Directors are also provided with necessary presentations and are updated to familiarise them with the Company's business, policies, procedures and practices. The details of such Familiarization Programs for Independent Directors are disclosed on the website of the Company at www.skpmil.com at:

<https://www.skpmil.com/SKPDdocuments/InvestorsDoc/20210831101341-Familiarization%20Programme%20for%20Independent%20Directors.pdf>

iv) Separate Meeting of Independent Directors

To comply with the provisions of Schedule IV of the Act read with Regulation 25 of SEBI (LODR) Regulations, a separate meeting of the Independent Directors was held on January 19, 2022 without the presence of Non-Independent Directors and members of the management team. All the Independent Directors were present in the meeting.

The Independent Directors are made aware of their roles, rights, responsibilities etc. at the time of appointment through a formal letter of appointment which stipulates the terms and conditions of the appointment.

v) Meetings of Board of Directors

The Board periodically reviews business policies applicable to the Company and has put in place procedure to review steps to be taken by the Company. Board Meetings are usually held at the Corporate Office of the Company at New Delhi. During the financial year ended on March 31, 2022, fifteen meetings of the Board of Directors were held on April

7, 2021, May 27, 2021, June 30, 2021, July 30, 2021, August 12, 2021, September 29, 2021, October 29, 2021, November 11, 2021, November 29, 2021, December 21, 2021, January 21, 2022, February 5, 2022, February 10, 2022, March 10, 2022 and March 31, 2022. Maximum time gap between two consecutive meetings had not exceeded 120 days.

The agenda of the meeting including detailed notes are circulated to the Directors in advance. All material information is included in the agenda for facilitating meaningful discussions at the meeting.

The information as required under Regulation 17(7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is made available periodically to the Board. The Board periodically reviews the compliance status of the Company.

vi) Board Membership Criteria/Skills

The Board comprises of qualified members who possess required skills, expertise and competencies that allow them to make effective contributions to the Board and its Committees.

The following skills / expertise / competencies have been identified for the effective functioning of the Company and are currently available with the Board:

- Leadership / Operational experience
- Strategic Planning
- Global Business
- Financial, Regulatory / Legal & Risk Management
- Corporate Governance

Given below is a list of core skills, expertise and competencies of the individual Directors:

S. No.	Name	Skills/Expertise/Competencies				
		Leadership / Operational experience	Strategy Planning	Global Business	Finance and Legal	Corporate Governance
1.	Mr. Narendra Kumar Pasari	✓	✓	✓	✓	✓
2.	Mr. Dev Kishan Chanda	✓	✓	✓	-	✓
3.	Mr. Lal Chand Sharma	✓	-	-	✓	✓
4.	Mr. Prakash Narayan Singh	✓	✓	✓	✓	✓
5.	Mr. Rajesh Mujoo *	✓	-	-	-	✓
6.	Mrs. Rakhi Verma	✓	✓	-	-	✓
7.	Mrs. Shikha Singhal **	✓	✓	-	-	✓

*Resigned w.e.f. February 5, 2022.

** Appointed as Additional Director w.e.f. May 3, 2022.

vii) Performance Evaluation

In terms of the requirement of the Act and SEBI (LODR) Regulations, the Board of Directors has made formal annual evaluation of its own performance, and that of its Committees and Individual Directors (including Independent Directors) in accordance with the manner specified by the Nomination and Remuneration Committee of Directors.

Performance of every Director and the Board was evaluated after seeking inputs from all the Directors and the performance of the Committees was evaluated by the Board after seeking



inputs from the Committee Members. The criteria for performance evaluation of the Board and its Committees include aspects like composition, effectiveness of processes and other measures. Performance of individual Directors was evaluated on parameters such as competency, contribution to the Board, independent judgement etc.

In a separate meeting of the Independent Directors of the Company, performance of Non-Independent Directors, performance of the Board as a whole and performance of the Chairman was evaluated as stipulated under the SEBI Listing Regulations.

3. AUDIT COMMITTEE

Audit Committee of the Board of Directors is entrusted with the responsibility to supervise the Company's financial reporting process and internal controls. The composition, quorum, powers, role and scope are in accordance with Section 177 of the Act and the provisions of Regulation 18 and 21 of the SEBI (LODR) Regulations.

The Committee consists of 3 Independent Directors who are financially literate and bring in expertise in the fields of finance and taxation. It functions in accordance with its terms of reference that defines its authority, responsibility and reporting function. The Audit Committee invites Chief Financial Officer, other senior executives and representatives of auditors to be present at its meetings. The Company Secretary acts as the Secretary of the Audit Committee.

During the year under review, Audit Committee was reconstituted pursuant to the resignation of Mr. Rajesh Mujoo and subsequent appointment of Mr. Dev Kishan Chanda w.e.f. February 5, 2022.

Details on composition of the Audit Committee and the attendance by each member of the Audit Committee are as under:

Sr. No.	Name	Status	Category	No. of Meetings attended
1.	Mr. Prakash Narayan Singh	Chairman	NED (I)	7
2.	Mr. Lal Chand Sharma	Member	NED (I)	7
3.	Mr. Rajesh Mujoo *	Member	NED (I)	6
4.	Mr. Dev Kishan Chanda	Member	NED(NI)	1

NED (I) - Non-Executive Director (Independent)

NED (NI) - Non-Executive Director (Non-Independent)

* Resigned w.e.f. February 5, 2022.

Meeting and Attendance:

The Audit Committee met 7(Seven) times during the previous year, with a gap not exceeding one hundred and twenty days between any two meetings. The said committee met at the following dates:

Sr. No.	Date of Audit Committee Meeting	Total strength of committee	Attendance
1.	April 7, 2021	3	3
2.	June 30, 2021	3	3
3.	August 12, 2021	3	3
4.	September 29, 2021	3	3
5.	November 11, 2021	3	3
6.	November 29, 2021	3	3
7.	February 10, 2022	3	3

The necessary quorum was present at the meetings.

Role of the Audit Committee:

The brief terms of reference of the Audit Committee include the followings:

- Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- Recommendation for appointment, remuneration and terms of appointment of auditors of the Company;
- Reviewing, with the management, the annual financial statements and auditors' report thereon before submission to the Board for approval, with particular reference to:
 - Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of section 134 of the Act.
 - Changes, if any, in accounting policies and practices and reasons for the same.
 - Compliance with listing and other legal requirements relating to financial statements.
 - Disclosure of related party transactions, if any.
 - Qualifications in the draft audit report, if any.
- Reviewing, with the management, the quarterly financial statements before submission to the Board for approval;
- Approval or any subsequent modification of transactions of the Company with related parties;
- Evaluation of internal financial controls and risk management systems;
- Interaction with Auditors including review of internal audit function and reports;
- Approve policies in relation to the implementation of the Insider Trading Code and to supervise implementation of the same.

4. STAKEHOLDERS' RELATIONSHIP COMMITTEE

The composition, powers, role and terms of reference of the Committee are in accordance with the requirements mandated under Section 178 of the Companies Act, 2013 and Regulation 20 read with Part D of Schedule II of SEBI Listing Regulations, 2015.

During the year under review, Stakeholders' Relationship Committee was reconstituted pursuant to the resignation of Mr. Rajesh Mujoo and subsequent appointment of Mr. Dev Kishan Chanda w.e.f. February 5, 2022.

The Committee regularly reviews activities pertaining to investor services. The composition of the Stakeholders Relationship Committee and the attendance of each member of the said Committee are as under:



Sr. No.	Name	Status	Category	No. of Meetings attended
1.	Mr. Prakash Narayan Singh	Chairman	NED (I)	2
2.	Mr. Rajesh Mujoo *	Member	NED (I)	2
3.	Mrs. Rakhi Verma	Member	NED(NI)	2
4.	Mr. Dev Kishan Chanda **	Member	NED(NI)	-

NED (I) - Non-Executive Director (Independent)

NED (NI) - Non-Executive Director (Non-Independent)

* Resigned w.e.f. February 5, 2022.

** Since he was appointed as member after the last meeting of Stakeholders' Relationship Committee, no meeting was attended by him.

Mrs. Ritika Priyam Company Secretary of the company is the Compliance officer for this Committee.

Meeting and Attendance:

The Stakeholder Relationship Committee met 2(Two) times during the financial year 2021-22. The number of meetings held and attended by the members during the year are as under:

Sr. No.	Date of Stakeholder relationship Committee Meeting	Total strength of committee	Attendance
1.	June 30, 2021	3	3
2.	November 11, 2021	3	3

The terms of reference of the Stakeholders Relationship Committee, inter alia, include the followings:

- to consider and resolve the grievances of security holders of the Company including complaints related to transfer/transmission of shares, non-receipt of annual report, non- receipt of declared dividend, issue of new/duplicate certificates, general meetings etc.;
 - to review measures taken for effective exercise of voting rights by shareholders;
 - to review adherence to the standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agent;
 - to review of the measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/ annual reports/statutory notices by the shareholders of the Company;
- Information on Investor Complaints of financial year 2021-22:
- No. of investors' complaints received during the year: Nil
 - No. of complaints not solved to the satisfaction of shareholders during the year: Nil
 - No. of complaints pending as at March 31, 2022: Nil (other than those which are under litigation, disputes or court orders).

5. NOMINATION AND REMUNERATION COMMITTEE

The Company has framed Nomination and Remuneration Committee as per the requirements of Section 178 of the Companies Act, 2013 read with Rules framed there under and Regulation 19 of the SEBI (LODR) Regulation 2015.

During the year under review, Nomination and Remuneration Committee was reconstituted pursuant to the resignation of

Mr. Rajesh Mujoo and subsequent appointment of Mr. Lal Chand Sharma w.e.f. February 5, 2022. Mr. Lal Chand Sharma was appointed as Chairman of the Committee in place of Mr. Rajesh Mujoo.

The composition, names of members, chairperson, status and number of the meetings during the financial year ended on March 31, 2022 are as follows:

Sr. No.	Name	Status	Category	No. of Meetings attended
1.	Mr. Lal Chand Sharma *	Chairman	NED (I)	-
2.	Mr. Prakash Narayan Singh	Member	NED (I)	2
3.	Mrs. Rakhi Verma	Member	NED(NI)	2
4.	Mr. Rajesh Mujoo **	Member	NED (I)	2

NED (I) - Non-Executive Director (Independent)

NED (NI) - Non-Executive Director (Non-Independent)

* Since he was appointed as member after the last meeting of Nomination and Remuneration Committee, no meeting was attended by him.

** Resigned w.e.f. February 5, 2022.

Meeting and Attendance:

The Nomination and Remuneration Committee met 2(Two) times during the financial year 2021-22. The number of meetings held and attended by the members during the year are as under:

Sr. No.	Date of Nomination and Committee Meeting	Remuneration	Total strength of committee	Attendance
1	June 30, 2021		3	3
2	November 11, 2021		3	3

The terms of reference of the Nomination and Remuneration Committee, inter alia, include the followings:

- Identifying persons who are qualified to become Directors and who may be appointed in senior management positions in accordance with the laid down criteria and recommend their appointment and removal to the Board;
- Formulation of criteria for determining qualifications, positive attributes and independence of a Director and recommend to the Board a policy relating to the remuneration of the Directors, Key Managerial Personnel and other employees;
- Formulation of criteria for performance evaluation of Independent Directors and the Board;
- Devising a policy on Board diversity;
- Whether to extend or continue the term of appointment of the Independent Director, on the basis of the report of performance evaluation of Independent Directors;
- Recommend to the Board, all remuneration, in whatever form, payable to senior management.

The Board has approved Nomination and Remuneration Policy as recommended by Nomination and Remuneration Committee which is displayed on the Company's website www.skpmil.com

6. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The composition, powers, role and terms of reference of the Committee are in accordance with the requirements mandated under Section 135 of the Companies Act, 2013.



During the year under review, Corporate Social Responsibility Committee was reconstituted pursuant to the resignation of Mr. Rajesh Mujoo and subsequent appointment of Mr. Dev Kishan Chanda w.e.f. February 5, 2022. Mr. Prakash Narayan Singh was appointed as Chairman of the Committee in place of Mr. Rajesh Mujoo.

The composition, names of members and details of members during the financial year 2021-22 are as under:

Sr. No.	Name	Status	Category	No. of Meetings attended
1.	Mr. Prakash Narayan Singh	Chairman	NED (I)	2
2.	Mr. Rajesh Mujoo *	Member	NED (I)	2
3.	Mrs. Rakhi Verma	Member	NED(NI)	2
4.	Dev Kishan Chanda **	Member	NED(NI)	-

NED (I) - Non-Executive Director (Independent)

NED (NI) - Non-Executive Director (Non-Independent)

* Resigned w.e.f. February 5, 2022.

** Since he was appointed as member after the last meeting of Corporate Social Responsibility Committee, no meeting was attended by him.

Meeting and Attendance:

The Corporate Social Responsibility Committee met 2 (Two) times during the financial year 2021-22. The numbers of meetings held and attended by the members during the year are as under:

Sr. No.	Date of Corporate Social Responsibility Committee Meeting	Total strength of committee	Attendance
1.	June 30, 2021	3	3
2.	November 11, 2021	3	3

Role of the Committee:

1. Formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the Company in accordance with the provisions of the Companies Act, 2013;
2. Recommend the amount of expenditure to be incurred on activities to be undertaken by the Company;
3. Review and monitor the CSR policy of the Company and its implementation from time to time;
4. Any other matter as the Corporate Social Responsibility Committee may deem appropriate after approval of the Board or as may be directed by the Board from time to time.

7. REMUNERATION TO DIRECTORS

- (i) Non-Executive Directors do not have any pecuniary relationship or transactions with the Company. The terms and conditions for appointment of Independent Directors are available on the website of the Company: www.skpmil.com

(ii) Criteria of making payments to Non-Executive Directors

The Company does not pay any remuneration or sitting fee to the Non-Executive Directors. They are entitled to claim the actual out-of-pocket expenses incurred for attending Board Meetings.

(iii) Remuneration to Managing Director

The detail of remuneration paid to Mr. Narendra Kumar Pasari, Managing Director during the financial year ended March 31, 2022 is as under:

(Amount in ₹)

Basic Salary	HRA	Perquisites	Bonus	Contribution to PF	Total
17,82,500	8,91,250	39,600	91,348	2,13,900	30,18,598

8. MANAGEMENT DISCUSSION AND ANALYSIS

Pursuant to Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), the Management Discussion and Analysis Report is presented in a separate section forming part of this Annual Report.

9. RECONCILIATION OF SHARE CAPITAL

The Reconciliation of Share Capital Audit is conducted by a Company Secretary in practice to reconcile the total admitted capital with National Securities Depository Limited and Central Depository Services (India) Limited ('Depositories') and the total issued and listed capital. The audit confirms that the total issued/paid-up capital is in agreement with the aggregate of the total number of shares in physical form and the total number of shares in dematerialized form.

10. CEO/CFO CERTIFICATION

To comply with Regulation 17(8) read with Schedule II Part B of the SEBI Listing Regulations, the Managing Director and Chief Financial Officer have given appropriate annual certificate on financial reporting and internal control to the Board, the copy of which is attached to this report.

The Managing Director and the Chief Financial Officer also give quarterly certification on financial results while placing the financial results before the Board in terms of Regulation 33(2)(a) of the Listing Regulations.

11. COMPLIANCE WITH CODE OF CONDUCT

To comply with the provisions of Regulation 17(5) of SEBI (LODR) Regulations, the Company has adopted "Code of Conduct for Board of Directors and Senior Management" (Code). Code is available on website of the Company at www.skpmil.com.

On the basis of declarations received from Board Members and senior Management Personnel, the Managing Director & Chief Financial Officer has given a declaration that the Members of the Board of Directors and Senior Management Personnel have affirmed compliance with the Code during the Financial Year 2021-22. A copy of such declaration is also attached with this report.

12. GENERAL MEETINGS

The details of Annual General Meetings held during last three years and the special resolution(s) passed there at, are as follows:



AGM Date & Time	Venue of Meeting	Special Resolution Passed
28-09-2021 11:00 a.m.	Registered Office through Video Conference (VC) / Other Audio Visual Means (OAVM) facility	None
29-09-2020 10:30 a.m.	Registered Office through Video Conference (VC) / Other Audio Visual Means (OAVM) facility	1. Re- appointment of Mr. Prakash Narayan Singh (DIN: 00076392) as a Non-Executive Independent Director on the Board of the Company to hold office for a second term. 2. Re-appointment of Mr. Lal Chand Sharma (DIN: 00196158) as a Non-Executive Independent Director on the Board of the Company to hold office for a second term.
26-09-2019 10:30 a.m.	Shikshak Sadan, Surajmal Vihar, Delhi - 110092	1. Re-appointment of Mr. Narendra Kumar Pasari (DIN: 00101426) as Managing Director and fixing his remuneration. 2. Continuation of directorship of Mr. Bishwanath Pasari (DIN: 00101519) as a Director of the Company who has attained the age of 75 Years.

There has been no resolutions put through postal ballot during the last year and there is no immediate proposal for passing any resolution through postal ballot.

13. MEANS OF COMMUNICATION

Our Company focuses on prompt, continuous and efficient communication to all its stakeholders. We are constantly interacts with Shareholders through multiple channels of communication such as result announcements, annual report, updating the information on Company's website, etc. Some other informations are mentioned below.

I. Quarterly Results:

The quarterly, half yearly and yearly financial results of the Company are submitted to the Bombay Stock Exchange immediately after they are approved by the Board. The results are published in the leading newspapers such as Business Standard (both English & Hindi). The results are also available on the website of the Company.

II. Website:

Detailed information on the Company's business, quarterly and annual financial results, shareholding patterns and other informations are displayed on the Company's website www.skpmil.com

III. Intimation to Stock Exchange:

All the data relating to financial results, quarterly compliances, various submissions/ disclosure documents etc., are filed electronically on BSE's Electronic platform 'Listing Centre' and shareholding pattern & Corporate Governance Report have been filed in XBRL mode with the Exchange on the 'Listing Centre' as mandated by BSE. Disclosure pursuant to various provisions of SEBI (LODR) Regulations, as applicable, are promptly communicated to the Bombay Stock Exchanges, and are displayed by them on their websites.

IV. Annual Report:

The Annual Report containing, inter alia, Audited Financial Statement, Board's Report, Auditors' Report and other important information is circulated to the members and others

entitled thereto. The Management Discussion and Analysis Report forms part of the Annual Report. The Annual Report is also available in downloadable form on the website of the Company.

14. GENERAL SHAREHOLDER INFORMATION

i) Corporate Identity Number (CIN)

The Corporate Identity Number (CIN) allotted by the Ministry of Corporate Affairs, Government of India, is L21012DL1972PLC279773.

ii) Annual General Meeting

Date : August 1, 2022

Day : Monday

Time : 11.00 a.m.

Venue/Mode : The meeting will be held through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") facility.

As required under Regulation 36(3) of the SEBI Listing Regulations and Secretarial Standard 2, particulars of Directors seeking appointment and re-appointment at this AGM are given in the Annexure to the Notice of this AGM.

iii) Financial Year

The Company follows the period of April 1 to March 31 as the Financial Year.

iv) Financial Calendar (Tentative)

Board Meeting to take on record	Schedule
Results for the * Quarter ending June 30, 2022 * Quarter ending September 30, 2022 * Quarter ending December 31, 2022 * Quarter ending March 31, 2023	On or before August 14, 2022 On or before November 14, 2022 On or before February 14, 2023 On or before May 30, 2023

v) Book Closure Date

July 26, 2022 to August 1, 2022 (both days inclusive).

vi) Listing on Stock Exchanges

The Equity Shares of the Company are listed on the following two Stock Exchanges:

Name & Address of the Stock Exchanges	Stock Code
BSE Limited Floor 25, P J Towers, Dalal Street, Mumbai - 400 001 * The Calcutta Stock Exchange Association Ltd. 7, Lyons Range, Kolkata - 700 001	500388 29133

*The Company's delisting application with Calcutta Stock Exchange is in process since long.

Note: The listing fees of BSE for FY 2022-23 has been paid within the due date.

vii) Market Price Data

The Equity Shares of the Company are traded at the Bombay Stock Exchange Limited (BSE) only. The performance of the Equity Shares of the Company in comparison to BSE Sensex is given hereunder:



Month	Share Prices		BSE Sensex	
	High	Low	High	Low
April 2021	14.40	14.40	50,375.77	47,204.50
May 2021	15.65	12.98	52,013.22	48,028.07
June 2021	14.27	12.21	53,126.73	51,450.58
July 2021	17.48	13.23	53,290.81	51,802.73
August 2021	17.50	12.65	57,625.26	52,804.08
September 2021	20.47	11.45	60,412.32	57,263.90
October 2021	34.55	19.50	62,245.43	58,551.14
November 2021	27.25	18.90	61,036.56	56,382.93
December 2021	27.00	18.25	59,203.37	55,132.68
January 2022	29.55	23.55	61,475.15	56,409.63
February 2022	30.70	26.55	59,618.51	54,383.20
March 2022	33.40	27.40	58,890.92	52,260.82

Source: www.bseindia.com

viii) Code of Conduct for Prohibition of Insider Trading

To comply with the provisions of the SEBI (Prohibition of Insider Trading) Regulations, 2015, (Regulations), the Company has adopted a Code of Conduct which is applicable to designated persons and their immediate dependent relatives. They are also prohibited from dealing in shares of the Company during the trading window closure periods announced by the Company in compliance with the Regulations.

The Company has also adopted the 'Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information' as envisaged by the Regulations, which is hosted on the Company's website. The Code restricts designated persons in dealing with the shares of the Company while in the possession of any unpublished price sensitive information. This Code is displayed on the Company's website viz. www.skpmil.com.

ix) SEBI Complaints Redress System (SCORES)

This is a centralised web-based complaint redressal system designed by SEBI for investors. Companies are required to upload online Action Taken Reports (ATRs) against the complaints filed by investors and simultaneously investors can view the actions taken on the complaint and its current status.

During the financial year 2021-22, no shareholder's complaint was received on SCORES by the Company.

x) Registrar and Share Transfer Agents

All the work related to Share Registry, both in physical and electronic form is handled by the Company's Registrar and Share Transfer Agent, Link Intime India Private Limited. The communication address of the Registrar and Share Transfer Agent is given hereunder:

Link Intime India Pvt. Ltd.
Noble Heights, 1st Floor, Plot NH 2,
C-1 Block LSC, Near Savitri Market,
Janakpuri, New Delhi-110058
Tel.: +91 11 49411000
Fax: +91 11 41410591
Email : delhi@linkintime.com

Website: www.linkintime.co.in

Contact Persons: Mr. Swapan Kumar Naskar
Mr. Shamwant Kushwaha

xi) Share Transfer System

In terms of SEBI(LODR) Regulations, securities of listed Companies can be transferred in dematerialized form except where the claim is lodged for transmission or transposition of shares. In view of this and to eliminate all rises associated with physical shares, members are advised to dematerialize the shares held by them in physical form. Transfer of shares in dematerialized mode is done through the depositories without any involvement of the Company. The Company obtains a half-yearly certificate from a Company Secretary in practice as required under Regulation 40(9) of SEBI(LODR) Regulations and these certificates are filed with the Stock Exchange.

xii) Pending Share Transfers

No share transfers were pending as on March 31, 2022.

xiii) Distribution of Shareholding

The distribution of shareholding as on March 31, 2022 was as under:

Shareholding of Shares	Number of Shareholders	%	Number of shares	%
1 to 500	1196	85.55	1,87,635	1.39
501 to 1000	114	8.15	96,455	0.71
1001 to 2000	39	2.79	59,588	0.44
2001 to 3000	13	0.93	33,559	0.25
3001 to 4000	9	0.64	30,659	0.23
4001 to 5000	5	0.36	23,250	0.17
5001 to 10000	1	0.07	7,300	0.05
10001 & above	21	1.51	1,30,83,234	96.76
Total	1,398	100.00	1,35,21,680	100.00

Shareholding pattern as on March 31, 2022

Category Code	Category of shareholder	Total number of shares	As a percentage of total shares
(A)	Shareholding of Promoter and Promoter Group		
1	Indian	57,10,680	42.23
2	Foreign	-	-
	Total Shareholding of Promoter and Promoter Group	57,10,680	42.23
(B)	Public Shareholding		
I	Institutions	-	-
II	Non-Institutions		
1	Bodies Corporate	38,48,419	28.46
2	Non-Resident Indians/Foreign Bodies Corporate	32,00,339	23.67
3	Resident Individuals and Others	7,62,242	5.64
	Total Public Shareholding	78,11,000	57.77
(C)	Shares held by Custodians and against which Depository Receipts have been issued	-	-
	Total (A+B+C)	1,35,21,680	100.00

xiv) Dematerialization of Shares

The Company has executed agreements with National



Securities Depositories Limited (NSDL) and Central Depository Services (India) Limited (CDSL) for dematerialisation of shares. As on March 31, 2022, a total of 30,48,654 Equity Shares representing 22.55% of the total paid-up capital of the Company were in dematerialized form. Members are advised to get their shares converted into demat mode.

The Company's ISIN No.: INE 970C01012

xv) Outstanding GDRs/ADRs /Warrants etc

The Company has no outstanding GDRs/ADRs/Warrants or any convertible instruments as on March 31, 2022.

xvi) Commodity Price Risk/ Foreign Exchange Risk and Hedging

The Company has foreign exchange risk and the mitigation of the same is managed by entering into forward contracts to hedge the risk as per Company's policy. The details of foreign currency exposure as on March 31, 2022 are disclosed in Note No. 52 of Notes to Financial Statement. The Company does not indulge in commodity hedging activities.

xvii) Credit Rating

During the year under review, credit rating of the Company, done by Infomeric's Valuation and Ratings Pvt. Ltd., New Delhi, is as under:-

Long-Term Rating : IVR BB
Short-Term Rating : IVR A4

xviii) Plant Location

Plot No. "SPL-A" RIICO Industrial Area,
Village - Keshwana, Tehsil - Kotputli,
Distt. Jaipur (Rajasthan)
PIN - 303 108

xix) Address for Correspondence

Shree Krishna Paper Mills & Industries Ltd.
4830/24, Prahlad Street,
Ansari Road, Darya Ganj,
New Delhi -110002.
Tel.: +91 11 46263200, 23261728
E-mail : cs@skpmil.com, info@skpmil.com
Website: www.skpmil.com

15. DISCLOSURES

- a) All transactions entered into by the Company with related parties as defined under the Act and the Listing Regulations, during the Financial Year 2021-22 were in the ordinary course of business and on arm's length pricing basis and do not attract the provisions of Section 188 of the Act. There were no materially significant transactions with the related parties during the financial year which were in conflict with the interest of Company. Necessary disclosures as required under the Accounting Standards have been made in the Financial Statements. The Board

has approved a policy on materiality of related party transactions and on dealing with related party transactions and the same is disclosed on the website of the Company at the link:

<https://www.skpmil.com/SKPD Documents/ InvestorsDoc/20210816083217-Policy%20for%20determination%20of%20materiality%20of%20events%20and%20information.pdf>.

The details of the related party transactions during the year have been provided in Note No.53 of Notes to Financial Statement.

- b) The Company has complied with the requirements of the Stock Exchanges / SEBI and Statutory Authorities on all matters related to the capital markets during the last few years. No penalty or strictures were imposed on the Company by any of these authorities except one case of penalty of Rs.5,42,800/- (including GST) imposed by BSE for non-compliance of Regulation 17(1)(c) of SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015 for the quarter ended 31/12/2020. The penalty has not been paid by the Company and has submitted its reply for waiver off penalty as the case falls under Carve Out Policy and SOP Circular of SEBI. None of the Company's listed securities is suspended from trading.
- c) The Company has adopted a Whistle Blower Policy and has established necessary Vigil Mechanism as required under Regulation 22 of the Listing Regulations for Directors and employees to report concerns about any unethical behaviour. No person has been denied access to the Chairman of the Audit Committee. The said policy has also been disclosed on the website of the Company at the link: www.skpmil.com
- d) A certificate from a Company Secretary in practice that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Board/ Ministry of Corporate Affairs or any such statutory authority has been obtained. The Certificate of Company Secretary in practice is annexed herewith as a part of the report.
- e) The Board periodically reviewed the compliance of all the applicable laws and steps were taken by the Company to rectify instances of non-compliance, if any. During the year, the Company has complied with all the mandatory requirements of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- f) During the Year, the Board has accepted all the recommendations of its Committees.
- g) Details of total fees for all the services paid by the Company to the Statutory Auditors are given in Note No. 38 of Notes to Financial Statements.



- h) As the Company doesn't have any subsidiary under the provisions of the Act read with SEBI (LODR) Regulations, the requirement for adopting the Policy for determining 'material' subsidiaries is not applicable. Hence, no web link of the policy has been given in this report.
- i) In the preparation of financial statements, the Company has followed the Accounting Standards referred to in Section 133 of the Act. The significant accounting policies which are consistently applied have been set out in the Notes to the Financial Statements.
- j) Business risk evaluation and management is an ongoing process within the Company. The assessment is periodically examined by the Board.
- k) The Company has duly complied with the requirements specified in Regulations 17 to 27 and Clauses (b) to (i) of sub-regulation (2) of Regulation 46 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 (listing regulations) for the financial year ended on March 31, 2022.
- l) Certificate from Statutory Auditor of the Company regarding compliance of conditions of Corporate Governance is annexed herewith to the report on Corporate Governance in this Annual Report.
- m) Green Initiative: Pursuant to section 101 and 136 of the Companies Act, 2013 read with Companies (Management and Administration) Rules, 2014 as amended, the Company can send Notice of Annual General Meeting, financial statements and other Communication in electronics forms. The Company is sending the Annual Report including the Notice of Annual General Meeting, Audited Financial Statements, Directors Report, Auditors Report along with their annexure etc. for the financial year 2021-22 in the electronic mode to the Shareholders who have registered their e-mail address with the Company and/or their respective Depository Participates (DPs). Shareholders who have not registered their e-mail addresses so far are requested to register their e-mail addresses. Those holding shares in demat form can register their e-mail address with their concerned DPs. Shareholders who hold shares in physical form are requested to register their e-mail address with the Company's Registrar and Share Transfer Agent "Linkin Time India Private Limited".

Auditors' Certificate of Compliance with Corporate Governance pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the members of,
Shree Krishna Paper Mills & Industries Limited

We have examined the compliance of conditions of Corporate Governance by Shree Krishna Paper Mills & Industries Limited for the year ended on March 31, 2022, as stipulated in Regulation 17 to 27, clause (b) to (i) of Regulation 46(2) and paragraph C, D and E of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and the representations made by the Directors and Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Regulations.

We further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Radheshyam Sharma & Co.
Chartered Accountants
Firm Registration No. 016172N

Place: New Delhi
Date: May 30, 2022

CA Radheshyam Sharma
Proprietor
Membership No. 097127
UDIN: 22097127AJWJKE2537



Declaration for compliance with Code of Conduct

I, Narendra Kumar Pasari, Managing Director of the Company declare that all the members of the Board of Directors and Senior Management Personnel have, for the year ended March 31, 2022, affirmed compliance with the Code of Conduct as laid down by the Company in terms of Regulation 26(3) read with Schedule V to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

For Shree Krishna Paper Mills & Industries Ltd.

Place: New Delhi
Date: May 30, 2022

Narendra Kumar Pasari
Managing Director
DIN: 00101426

Certificate by Managing Director and Chief Financial Officer

The Board of Directors,

Shree Krishna Paper Mills & Industries Limited

1. We have reviewed financial statements and the cash flow statement for the year ended March 31, 2022 and to the best of our knowledge and belief, we state that:
 - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting. We have also evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and intimated the steps taken or proposed to be taken to rectify these deficiencies.
4. We have indicated to the Auditors and the Audit Committee:
 - (i) significant changes in internal control over financial reporting during the year;
 - (ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (iii) instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Sanjiv Kumar Agarwal
Chief Financial Officer

Narendra Kumar Pasari
Managing Director
DIN: 00101426

Place: New Delhi
Date: May 30, 2022

**CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS***(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)*

The Members of

SHREE KRISHNA PAPER MILLS & INDUSTRIES LTD.
 4830/24, Prahlad Street, Ansari Road,
 Darya Ganj, New Delhi-110002

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Shree Krishna Paper Mills & Industries Limited having **CIN: L21012DL1972PLC279773** and having registered office at 4830/24, Prahlad Street, Ansari Road, Darya Ganj, New Delhi-110002(hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal (www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial year ended on 31st March, 2022 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

S.NO.	NAME OF DIRECTOR	DIN	DATE OF APPOINTMENT
01	NARENDRA KUMAR PASARI	00101426	11/03/1974
02	DEV KISHAN CHANDA	00407123	23/02/2021
03	LAL CHAND SHARMA	00196158	30/07/2002
04	PRAKASH NARAYAN SINGH	00076392	01/07/2010
05	RAKHI VERMA	07995132	18/11/2017

Ensuring the eligibility of for the appointment /continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: Ghaziabad, NCR
 Date: 30.05.2022

For **BLAK & Co.**
 Company secretaries

(Archana Bansal)
 (Mg. Partner)
 M.NO.- A17865
 COP -11714
 UDIN-A017865D000425580



INDEPENDENT AUDITOR'S REPORT

To the Members of

Shree Krishna Paper Mills & Industries Limited

Report on the audit of Financial Statements

Opinion

We have audited the accompanying financial statements of Shree Krishna Paper Mills & Industries Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss (including Other Comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flow for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its loss and other comprehensive income/loss, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Description of a Key Audit Matter is given below:-

SI No.	Key Audit Matter	How the matter was addressed in our audit
1	<p>Appropriateness of the carrying amount of trade receivables (Unsecured & Considered Good) at amortized cost</p> <p>(Refer Note – 12 to the financial statements)</p> <p>Trade receivables aggregating to ₹ 633.36 lakhs as at March 31, 2022 comprise a significant portion of the assets of the Company and serve as security for the Company's short-term debts.</p> <p>Letters have been sent to majority of the debtors for confirmation of balances and reconciliation, in case of differences, but replies have not been received from all.</p> <p>This is determined as a key audit matter as balance confirmation is one of the evidences which establishes the authenticity of the receivables which comprise significant portion of the Assets of the entity.</p>	<p>Our procedures, regarding obtaining the balance confirmation of Trade Receivable and verifying the same</p> <ul style="list-style-type: none"> Designing the external confirmation procedures to obtain additional corroborative information as a response to address the assessed risks of material misstatement, including determining that external confirmation requests are properly addressed and contain return information for responses to be sent directly to the auditor and maintaining control over external confirmation requests. Evaluating whether the results of the external confirmation procedures provide relevant and reliable audit evidence, or whether performing further audit procedures is necessary including in the case of each non-response, perform alternative audit procedures to obtain relevant and reliable audit evidence. Performing alternative audit procedures include examining specific subsequent cash receipts, transport documentation, and sales near the period-end. <p>Based on the above procedures performed, we did not find any significant exceptions with the balances of trade receivables.</p>

Information Other than the Financial Statements and Auditor's report thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act ("the Act") with respect to the preparation of these financial statements that



give a true and fair view of the financial position, financial performance (including Other Comprehensive income/loss), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion,

forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting in preparation of financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the 'Annexure A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive income, the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act.
 - (e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B'.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
 - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements – refer note no. 41 of the financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which

- there were any material foreseeable losses; refer note no 56 of the financial statements.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- v. The company has neither declared nor paid any dividend during the year.

For Radheshyam Sharma & Co.
Firm Registration No. 016172N
Chartered Accountants

CA Radheshyam Sharma
Proprietor
Membership No.097127
UDIN: 22097127AJWKHJ3327

Place: New Delhi
Date: May 30, 2022



ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in our report of even date)

Referred to in Paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements", we report that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
(B) The company is not having any intangible asset. Therefore, the provisions of Clause (i)(a)(B) of paragraph 3 of the order are not applicable to the Company.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a regular programme of physical verification of its Property, plant and equipment by which all Property, plant and equipment are verified in a phased manner over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not revalued its Property, Plant and Equipment during the year. Therefore, the provisions of Clause (i)(d) of paragraph 3 of the order are not applicable to the company.
- (e) According to the information and explanation and representation given to us by the management, no proceedings have been initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended) (45 of 1988) and rules made thereunder. Therefore, the provisions of Clause (i)(e) of paragraph 3 of the order are not applicable to the company.
- (ii) (a) The inventory except of goods-in-transit has been physically verified by the management during the year. The goods-in-transit has been verified with reference to subsequent receipt of material. In our opinion, the frequency of such verification is reasonable. The procedures and coverage followed by the management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were 10% or more in the aggregate for each class of inventory.
- (b) According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, during the year, from banks on the basis of security of current assets. In our opinion and according to the information and explanations given to us, the quarterly returns or statements filed by the Company with the banks are in agreement with the books of account of the Company of the respective quarters and no material discrepancies have been observed.
- (iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, provided guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Accordingly, the provisions of para 3(iii) (a), (b), (c), (d), (e) and (f) of the said Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has not granted any loans or provided any guarantees or security or not made any investment as specified under Section 185 and 186 of the Companies Act, 2013. Accordingly, the provision of para 3(iv) of the Order is not applicable.
- (v) According to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits from the public to which the directives issued by the Reserve Bank of India apply and within the meaning of Section 73 to 76 of the Act and the Rules framed there under. Therefore, the provision of para 3(v) of the Order is not applicable.
- (vi) We have broadly reviewed the books of account maintained by the Company prescribed by the Central Government for the maintenance of cost records under Section 148 (1) of the Act and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the records.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company is generally regular in depositing the undisputed statutory



dues including provident fund, employees' state insurance, income tax, sales tax, service tax, Goods and Service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, with the appropriate authorities though there has been a slight delay in a few cases. According to information and explanations given to us, no undisputed amounts payable in respect of aforesaid dues were outstanding as on March 31, 2022 for a period more than six months from the date the same became payable.

- (b) According to the information and explanations given to us, there are no disputed dues of income tax, sales tax, service tax, Goods and Service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues which have not been deposited with the appropriate authorities other than those as mentioned below:

Nature of the Statute	Nature of dues	Amount (₹ in lakhs)	Period to which the amount relates	Forum where dispute is pending
Pollution Control Board	Water Cess and Interest	22.18	01-06-2007 to 31-03-2013	Cess Appellate Committee and RSPCB
Central Excise Act, 1944	Excise Duty	315.94	19-01-2004 to 30-09-2014	Hon'ble CESTAT Chandigarh
Central Board of Indirect Taxes and Customs	Custom Duty	363.10*	2006	Hon'ble Supreme Court
Central Excise Act, 1944	Excise Duty & Interest	0.95	June 2016 to June 2017	Dy. Commissioner (CGST)
Sub Registrar, Kotputli	Land Tax	7.81	2020-2021	Appellate Authority, Jaipur
BSE Limited	Penalty	5.43	February 2021	BSE Limited
CGST, Audit Circle, Jaipur	Service Tax & Penalty	13.77	Oct 2016 to June 2017	Astt Commissioner, Audit Circle-A, Jaipur
Income Tax Act 1962	Income Tax Demand	102.96	A.Y. 2018-19	CIT (Appeals)

*against this, ₹250.00 lakhs has been deposited by the Company under protest with Custom Department.

- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year.
- (ix) (a) According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest to any lender during the year.

- (b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared Wilful Defaulter by any bank or financial institution or government or any government authority.
- (c) In our opinion, and according to the information and explanations given to us, the term loans have been applied for the purposes for which they were obtained.
- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short-term basis have been used for long-term purposes by the company.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.
- (xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no whistle blower complaints received by the company during the year.
- (xii) In our opinion and according to the information and



- explanations given to us, the Company is not a Nidhi company. Therefore, the provisions of para 3(xii) (a), (b) and (c) of the Order are not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable, and the details of the related party transactions have been disclosed in the financial statements as required by the applicable Indian Accounting Standards.
- (xiv) (a) In our opinion and based on our examination, the company has an internal audit system commensurate with the size and nature of its business
- (b) We have considered the internal audit reports of the company issued till date, for the period under audit.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.
- (xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.
- (b) The Company has not conducted non-banking financial / housing finance activities during the year. Accordingly, the reporting under Clause 3(xvi)(b) of the Order is not applicable to the Company.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting under Clause 3(xvi)(c) of the Order is not applicable to the Company
- (d) According to the information and explanations provided to us during the course of audit, the Group does not have any CIC. Accordingly, the requirements of clause 3(xvi)(d) are not applicable.
- (xvii) The Company has not incurred cash losses in the current and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) Based on the examination of records of the Company and information and explanations given to us, due to losses incurred, the conditions and requirements of section 135 of the act is not applicable to the company hence, paragraph 3(xx) (a) and (xx) (b) of the Order is not applicable.

For Radheshyam Sharma & Co.
Firm Registration No. 016172N
Chartered Accountants

CA Radheshyam Sharma
Proprietor
Membership No.097127
UDIN: 22097127AJWKHJ3327

Place: New Delhi
Date: May 30, 2022



ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in our report of even date)

Referred to in Paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements", we report that:

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to financial statements of Shree Krishna Paper Mills & Industries Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at March 31, 2022, based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls with reference to financial statements based on the criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ("the Guidance Note") issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Control Over Financial Reporting (the "Guidance Note") issued by Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to financial statements, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan

and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of such internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements

A Company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to financial statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.



Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Radheshyam Sharma & Co.

Firm Registration No. 016172N
Chartered Accountants

CA Radheshyam Sharma

Proprietor

Membership No.097127
UDIN: 22097127AJWKHJ3327

Place: New Delhi

Date: May 30, 2022

**BALANCE SHEET AS AT MARCH 31, 2022**

Particulars	Note No.	(₹ in Lakhs)	
		As at March 31, 2022	As at March 31, 2021
ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment	5 (a)	3,211.26	3,114.59
(b) Capital work-in-progress	5 (b)	24.19	255.62
(c) Financial Assets			
(i) Investments	6	157.88	162.63
(ii) Trade receivables	7	-	-
(iii) Other financial assets	8	265.75	257.56
(d) Deferred tax assets (net)	9	691.82	650.68
(e) Other non-current assets	10	53.24	60.32
Total non-current assets		4,404.14	4,501.40
(2) Current assets			
(a) Inventories	11	2,822.11	1,543.59
(b) Financial Assets			
(i) Trade receivables	12	633.36	818.48
(ii) Cash and cash equivalents	13	105.55	67.46
(iii) Bank balances other than (ii) above	14	116.53	183.59
(iv) Other financial assets	15	24.63	28.92
(c) Current Tax Assets (Net)	16	29.52	14.94
(d) Other current assets	17	405.14	413.65
Total current assets		4,136.84	3,070.63
(3) Assets held for sale	18	148.86	148.86
Total Assets		8,689.84	7,720.89
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	19	1,352.17	1,352.17
(b) Other Equity	20	622.33	757.86
Total equity		1,974.50	2,110.03
Liabilities			
(1) Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings	21	1,187.25	445.65
(ii) Trade payables	22	-	-
(A) total outstanding dues of micro enterprises and small enterprises;		110.44	108.23
(B) total outstanding dues of creditors other than micro enterprises and small enterprises;			
(iii) Other financial liabilities	23	82.33	121.87
(b) Provisions	24	130.09	121.22
Total non-current liabilities		1,510.11	796.97
(2) Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	25	2,184.33	1,734.79
(ii) Trade payables	26	-	-
(A) total outstanding dues of micro enterprises and small enterprises;		1,592.17	1,875.53
(B) total outstanding dues of creditors other than micro enterprises and small enterprises;			
(iii) Other financial liabilities	27	416.07	454.59
(b) Other current liabilities	28	387.17	123.08
(c) Provisions	29	5.49	5.90
Total current liabilities		4,585.23	4,193.89
(3) Liabilities against assets held for sale	30	620.00	620.00
Total Equity and Liabilities		8,689.84	7,720.89
Significant accounting policies	4		

The accompanying notes are an integral part of the financial statements

As per our attached report of even date

For Radheshyam Sharma & Co.

Firm Registration No. 016172N

Chartered Accountants

CA Radheshyam Sharma

Proprietor

Membership No. 097127

Sanjiv Kumar Agarwal
Chief Financial Officer**Ritika Priyam**
Company Secretary
Membership No. A53502For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited**Narendra Kumar Pasari**
Managing Director
DIN : 00101426**Rakhi Verma**
Director
DIN : 07995132

Place: New Delhi

Date: May 30, 2022

Place: New Delhi

Date: May 30, 2022

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2022**

		(₹ in Lakhs)	
Particulars	Note No.	Year ended March 31, 2022	Year ended March 31, 2021
I) Revenue From Operations	31	10,347.57	6,940.60
II) Other Income	32	92.02	43.28
III) Total Income (I + II)		10,439.59	6,983.88
IV) EXPENSES			
Cost of materials consumed	33	6,553.59	3,590.58
Changes in inventories of finished goods, stock-in-trade and work-in-progress	34	(758.57)	(38.18)
Employee benefits expense	35	680.91	542.68
Finance costs	36	628.80	356.17
Depreciation and amortization expense	37	377.59	381.72
Other expenses	38	3,128.63	2,564.41
Total expenses (IV)		10,610.95	7,397.38
V) Profit/(Loss) before exceptional items and tax (III - IV)		(171.36)	(413.50)
VI) Exceptional items		-	-
VII) Profit/(Loss) before tax (V + VI)		(171.36)	(413.50)
VIII) Tax expense			
- Current tax		-	-
- Deferred tax		(39.90)	(86.06)
Total tax expense (VIII)	39(a)	(39.90)	(86.06)
IX) Profit/(Loss) for the year (VII - VIII)		(131.46)	(327.44)
X) Other Comprehensive Income			
A (i) Items that will not be reclassified to profit or loss		(0.54)	33.43
(ii) Income tax relating to items that will not be reclassified to profit or loss	39(b)	-	-
B (i) Items that will be reclassified to profit or loss		(4.77)	(1.73)
(ii) Income tax relating to items that will be reclassified to profit or loss	39(b)	1.24	0.45
Total Other Comprehensive Income/(Loss)(X)		(4.07)	32.15
XI) Total Comprehensive Income/(Loss) for the year (IX + X)		(135.53)	(295.29)
XII) Earnings per equity share (face value of ₹10/- each)			
(1) Basic (in ₹)	50	(0.97)	(2.42)
(2) Diluted (in ₹)	50	(0.97)	(2.42)
Significant accounting policies	4		

The accompanying notes are an integral part of the financial statements

As per our attached report of even date

For Radheshyam Sharma & Co.

Firm Registration No. 016172N

Chartered Accountants

CA Radheshyam Sharma

Proprietor

Membership No. 097127

Sanjiv Kumar Agarwal
Chief Financial Officer**Ritika Priyam**
Company Secretary
Membership No. A53502For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited**Narendra Kumar Pasari**
Managing Director
DIN : 00101426**Rakhi Verma**
Director
DIN : 07995132Place: New Delhi
Date: May 30, 2022Place: New Delhi
Date: May 30, 2022

**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022**

	(₹ in Lakhs)
	As at March 31, 2022
	As at March 31, 2021
A. CASH FLOW FROM OPERATING ACTIVITIES	
Profit/(Loss) before exceptional items and tax	(171.36)
Adjustments for :	(413.50)
Depreciation and amortization expense	377.59
Finance costs	628.80
Interest income	(14.75)
Gain on re-measurement of financial assets/liabilities (net)	(47.31)
Other non-operating income	(30.82)
Re-measurement of net defined benefit plans	(0.54)
Re-measurement of fair value of investment unlisted shares	(4.77)
Unrealised foreign exchange gain (net)	1.03
Provision for doubtful debts recovered (net)	0.23
Provision of ECL	(0.17)
Operating profit before working capital changes	737.93
Adjustments for :	328.11
Inventories	(1,278.52)
Trade and other receivables	190.18
Trade and other payables	(50.24)
Cash from operating activities	(400.65)
Income tax paid (net of refunds)	(14.58)
Cash flow before exceptional items	(415.23)
Exceptional items	
Exceptional Items	-
Net cash generated/(used in) operating activities	(415.23)
B. CASH FLOW FROM INVESTING ACTIVITIES	
Purchase of property, plant and equipment	(242.83)
Interest received	18.99
Adjustments for :	(320.66)
Creditors for capital goods	(7.39)
Capital advances	7.08
Fixed deposits with banks	67.06
Net cash generated/(used in) investing activities	(157.09)
C. CASH FLOW FROM FINANCING ACTIVITIES	
Proceeds from long-term borrowings (net)	789.55
Short-term borrowings (net)	448.90
Interest paid	(628.04)
Net cash used in financing activities	610.41
Net increase/(decrease) in cash and cash equivalents	38.09
Opening balance of cash and cash equivalents	67.46
Closing balance of cash and cash equivalents	105.55
(Refer note no. 13)	67.46

The accompanying notes are an integral part of the financial statements
As per our attached report of even date

For Radheshyam Sharma & Co.
Firm Registration No. 016172N
Chartered Accountants

CA Radheshyam Sharma
Proprietor
Membership No. 097127

Sanjiv Kumar Agarwal
Chief Financial Officer

Ritika Priyam
Company Secretary
Membership No. A53502

For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited

Narendra Kumar Pasari
Managing Director
DIN : 00101426

Rakhi Verma
Director
DIN : 07995132

Place: New Delhi
Date: May 30, 2022

Place: New Delhi
Date: May 30, 2022

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2022****A. EQUITY SHARE CAPITAL**

Equity share capital (face value of ₹10/- each)	2021-2022		2020-2021	
	No. of Shares	(₹ in Lakhs)	No. of Shares	(₹ in Lakhs)
Balance at the beginning of the year	1,35,21,680	1,352.17	1,35,21,680	1352.17
Changes in Equity Share Capital due to prior period errors	-	-	-	-
Restated balance at the beginning of the year	1,35,21,680	1,352.17	1,35,21,680	1,352.17
Changes in equity share capital during the year	-	-	-	-
Balance at the end of the year	1,35,21,680	1,352.17	1,35,21,680	1,352.17

B. OTHER EQUITY

(₹ in Lakhs)

Particulars	Reserve and Surplus				Items of Other Comprehensive Income		Total
	Capital Reserve	Securities Premium	Capital Redemption Reserve	Retained Earnings	Actuarial gain/(loss) on defined benefit plans	Equity instruments through Other Comprehensive Income	
As at April 1, 2020	22.97	565.49	500.00	(204.90)	48.86	120.73	1,053.15
Profit/(loss) for the year	-	-	-	(327.44)	-	-	(327.44)
Re-measurement of investments (unquoted)	-	-	-	-	-	(1.28)	(1.28)
Actuarial gain/(loss) during the year	-	-	-	-	33.43	-	33.43
Total Comprehensive Income/(Loss) for the year	-	-	-	(327.44)	33.43	(1.28)	(295.29)
Balance as at March 31, 2021	22.97	565.49	500.00	(532.34)	82.29	119.45	757.86
Profit/(loss) for the year	-	-	-	(131.46)	-	-	(131.46)
Re-measurement of investments (unquoted)	-	-	-	-	-	(3.53)	(3.53)
Actuarial gain/(loss) during the year	-	-	-	-	(0.54)	-	(0.54)
Total Comprehensive Income/(Loss) for the year	-	-	-	(131.46)	(0.54)	(3.53)	(135.53)
Balance as at March 31, 2022	22.97	565.49	500.00	(663.80)	81.75	115.92	622.33

The accompanying notes are an integral part of the financial statements

As per our attached report of even date

For Radheshyam Sharma & Co.

Firm Registration No. 016172N

Chartered Accountants

CA Radheshyam Sharma

Proprietor

Membership No. 097127

Sanjiv Kumar Agarwal
Chief Financial Officer**Ritika Priyam**
Company Secretary
Membership No. A53502For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited**Narendra Kumar Pasari**
Managing Director
DIN : 00101426**Rakhi Verma**
Director
DIN : 07995132Place: New Delhi
Date: May 30, 2022Place: New Delhi
Date: May 30, 2022



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

1. CORPORATE INFORMATION

Shree Krishna Paper Mills & Industries Limited (hereinafter referred to as 'the Company') is a public limited company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. The Company's equity shares are listed on the Bombay Stock Exchange. The Company is engaged in the manufacturing and selling of various quality of paper and paper products. The Company's registered office is at 4830/24, Prahlad Street, Ansari Road, Darya Ganj, New Delhi – 110002.

The financial statements were approved for issue by the Board of Directors on May 30, 2022.

2. CHANGES IN ACCOUNTING STANDARDS AND OTHER RECENT ACCOUNTING PRONOUNCEMENTS

Ministry of Corporate Affairs (MCA), vide notification dated March 23, 2022, has made the following amendments to Ind AS which are effective April 1, 2022:

- a. Ind AS 103: Business Combinations
- b. Ind AS 109: Financial Instruments
- c. Ind AS 16: Property, Plant and Equipment
- d. Ind AS 37: Provision, Contingent Liabilities and Contingent Assets
- e. Ind AS 41: Agriculture

Based on preliminary assessment, the Company does not expect these amendments to have any material impact on its financial statements.

3. CRITICAL ACCOUNTING JUDGEMENTS & KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of the Company's financial statements in conformity with the Ind AS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of revenues, expenses, assets and liabilities, the accompanying disclosures and the disclosure of contingent liabilities. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below:

Defined Benefit Plans

The cost of the defined benefit plans and other post-employment benefits and the present value of such obligations are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long-term nature, a defined benefit plan is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Contingencies & Commitments

In the normal course of business, contingent liabilities may arise from litigations and other claims against the Company. Where the potential liabilities have a low probability of crystallizing or are very difficult to quantify reliably, we treat them as contingent liabilities. Such liabilities are disclosed in the notes but are not provided for in the financial statements. Although there can be no assurance regarding the final outcome of the legal proceedings, the Company does not expect them to have a materially adverse impact on our financial position or profitability.

Depreciation / amortisation and useful lives of property, plant and equipment / intangible assets

Property, plant and equipment / intangible assets are depreciated / amortised over their estimated useful lives, after taking into account estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation / amortisation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022****Allowances for doubtful debts**

The Company makes allowances for doubtful debts based on an assessment of the recoverability of trade and other receivables. The identification of doubtful debts requires use of judgement and estimates. Where the expectation is different from the original estimate, such difference will impact the carrying value of the trade and other receivables and doubtful debts expenses in the period in which such estimate has been changed.

Impairment of Financial Assets

The impairment provisions for financial assets are based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

The Company measures the expected credit loss associated with its assets based on historical trend, industry practices and the business environment in which the entity operates or any other appropriate basis.

Measurement of fair values

The Company's accounting policies and disclosures require financial instruments to be measured at fair values. The Company has an established control framework with respect to the measurement of fair values. The Company uses valuation techniques that are appropriate in the circumstances and for which the sufficient data are available to measure the fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs. The management regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the management assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which such valuations should be classified. For fair value hierarchy, refer note no.51 of financial statements.

Recognition of deferred tax assets and liabilities

Deferred tax assets and liabilities are recognised for deductible temporary differences and unused tax losses for which there is probability of utilisation against the future taxable profit. The Company uses judgement to determine the amount of deferred tax that can be recognised, based upon the likely timing and the level of future taxable profits and business developments.

Estimation of uncertainties relating to the global health pandemic from Covid -19

The outbreak of Covid-19 pandemic is causing significant disturbance and slowdown of economic activities globally. The nationwide lockdown ordered by the Government of India has resulted in significant reduction in economic activities and also the business operations of the Company in terms of sales and production. The management has considered the possible effects that may result from the pandemic on the recoverability/carrying value of the assets. Based on the current indicators of future economic conditions, the management expects to recover the carrying amount of the assets, however the management will continue to closely monitor any material changes to future economic conditions. Given the uncertainties, the final impact on Company's assets in future may differ from that estimated as at the date of approval of these financial statements.

4. SIGNIFICANT ACCOUNTING POLICIES**A. STATEMENT OF COMPLIANCE**

The financial statements are prepared in accordance with and in compliance, in all material aspects, with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the "Act") read along with Companies (Indian Accounting Standards) Rules 2015, as amended and other provisions of the Act. The presentation of the financial statements is based on Ind AS Schedule III of the Act.

B. BASIS OF PREPARATION AND PRESENTATION

The financial statements have been prepared on the historical cost basis except for certain financial instruments which have been measured at their fair values at the end of each reporting period in accordance with the relevant Ind AS. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

Company's financial statements have been presented in Indian National Rupee (₹) and all values are rounded to the nearest Lakhs, except where otherwise indicated.

C. CURRENT VERSUS NON-CURRENT CLASSIFICATION

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities. The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.

The Company has ascertained its operating cycle as twelve months for the purpose of current or non-current classification of assets and liabilities.

D. FAIR VALUE MEASUREMENT

The Company measures financial instruments, such as derivatives and investment, at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

E. PROPERTY, PLANT AND EQUIPMENT

The tangible items of property, plant and equipment are carried at cost less accumulated depreciation and accumulated impairment losses, if any. Cost of an item of property, plant and equipment comprises its purchase price including non-refundable duties and taxes, net of rebate and discounts and borrowing costs for qualifying assets, including other costs that are directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to statement of profit and loss during the reporting period in which they are incurred.

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on disposal or retirement of an item of property, plant and equipment is determined as the difference between sales proceeds and the carrying amount of the asset and is recognised in statement of profit and loss. Fully depreciated assets still in use are retained in financial statements.

Capital Work in Progress is stated at cost. Cost includes purchase price, net of taxes where applicable and all direct costs and borrowing costs attributable to qualifying assets till they are ready for their intended use.

F. DEPRECIATION & AMORTIZATION

Depreciation on the property, plant and equipment (except for leasehold land) is provided on straight-line method ("SLM") over the useful lives of the assets as specified in Schedule II to the Act. On property, plant and equipment which are added / disposed off during the year, depreciation is provided on pro-rata basis with reference to the month of addition / deletion.

The estimated useful life, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

Leasehold land is amortized on a straight line basis over the period of lease.

G. BORROWING COST

Borrowing costs are interest and ancillary costs incurred in connection with the arrangement of borrowings. General and specific borrowing costs attributable to acquisition and construction of any qualifying asset are capitalised until such time as the assets are substantially ready for their intended use or sale, and included as part of the cost of that asset. Income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

All other borrowing costs are recognised in the Statement of Profit and Loss in the period in which they are incurred.

H. INVENTORIES

Inventories except scrap are valued at lower of cost and net realizable value after providing for obsolescence. Scrap is valued at net realizable value. Cost is determined on FIFO basis. Cost of inventories comprises of cost of purchase, cost of conversion and other costs (net of recoverable taxes and duties wherever applicable) including manufacturing overheads incurred in bringing them to their respective present location and condition. Net realizable value is the estimated selling price in the ordinary course of business, less estimated cost necessary to make the sale.

I. REVENUE RECOGNITION

Revenue from contracts with customers is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Revenue excludes Goods and Service Tax (GST) that is not received by the Company on its own account. Rather, it is tax collected on value added to the commodity by the seller on behalf of the government. Accordingly, it is excluded from revenue. The specific recognition criteria described below must also be met before revenue is recognized:

- i) Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on dispatch of the goods. It is measured at the fair value of the consideration received or receivable, net of returns and trade discounts.
- ii) Interest income for financial assets measured at amortized cost is recorded using the Effective Interest Rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument to the gross carrying amount of the financial asset or to the amortized cost of a financial liability. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.
- iii) Dividend Income is recognised when the Company's right to receive the amount has been established.

J. FOREIGN CURRENCY TRANSACTIONS AND TRANSLATION

Financial statements are presented in Indian Rupee, which is also the Company's functional currency. Foreign currency transactions are recorded on initial recognition in the functional currency, using the exchange rate at the date of the transaction. At each balance sheet date, foreign currency monetary assets or liabilities are translated at exchange rate prevailing on the balance sheet date and the exchange gains or losses are recognised in the statement of profit & loss. Financial instruments designated as Hedge Instruments are mark to market at the valuation existing on the reporting date. Exchange differences arising on settlement of monetary items on actual payments / realisations and year end translations including on forward contracts are dealt with in Statement of Profit and Loss in the period in which they arise.

Non monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transaction.

The Company uses forward exchange contracts to hedge its exposure to the extent considered appropriate and premium or discount arising on such forward exchange contract is amortised as expense or income over the life of the contract. The unhedged forward contracts remaining unsettled at the year end are translated at the exchange rates prevailing on that date and the resulting gains or losses are recognized in the Statement of Profit and Loss.

K. EMPLOYEE BENEFITS EXPENSE**i) Short term employee benefits**

Short-term employee benefits include employee benefits (other than termination benefits) which are expected to be settled wholly within twelve months after the end of the period in which the employees render the related service and are recognized as expense in the period in which the related service is rendered.

ii) Post-employment benefits**a) Defined contribution plans**

A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity (a fund) and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The Company makes specified monthly contributions towards Provident Fund, Superannuation Fund and Pension Scheme. The Company's contributions to defined contribution plans are charged to the Statement of Profit and Loss as and when incurred.

b) Defined benefit plans

Funded plan: The Company has a defined benefit plan for post employment benefit in the form of gratuity, which is administered through Life Insurance Corporation of India (LIC), liability for which is provided on the basis of valuation, as at the balance sheet date, carried out by an independent actuary. The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

period during which the benefit is expected to be derived from employees' services.

Re-measurement of defined benefit plans in respect of post-employment are charged to the Other Comprehensive Income.

iii) Other long term employee benefits

Liability for compensated absences is provided on the basis of valuation as at the balance sheet date carried out by an independent actuary. The actuarial valuation method used for measuring the liability is the Projected Unit Credit (PUC) method.

iv) Termination benefits are recognized as an expense as and when incurred.

v) The actuarial gains and losses on defined benefit plans arising during the year are charged to the Other Comprehensive Income.

L. TAX EXPENSES

Tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred taxes are recognised in Statement of Profit and Loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity, respectively.

Current Tax

Tax on income for the current period is determined on the basis on estimated taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961.

Current tax assets and current tax liabilities are off set when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis.

Deferred Tax

Deferred income tax is recognised using the Balance Sheet approach. Deferred income tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount, except when the deferred income tax arises from the initial recognition of an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction.

Deferred tax assets are recognised only to the extent that it is probable that either future taxable profits or reversal of deferred tax liabilities will be available, against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised. The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current income tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Minimum Alternate Tax (MAT) is calculated as per Section 115 JB of the Income Tax Act, 1961 and is payable when tax as per it is higher than tax as per the normal provisions of the Act. Minimum Alternate Tax credit is recognised as deferred tax asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

M. EARNINGS PER SHARE

Basic Earnings Per Share (EPS) is computed by dividing the net profit or loss after tax attributable to the equity shareholders of the Company by the weighted average number of equity shares outstanding during the year.

Diluted EPS is computed by adjusting the profit or loss attributable to the equity shareholders and the weighted average number of ordinary equity shares, for the effects of all dilutive potential equity shares.

N. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, where it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made.

Where a provision is measured using the cash flows estimates to settle the present obligation, its carrying amount is the present value of those cash flows. Where the effect is material, the provision is discounted to net present value using an appropriate current market-based pre-tax discount rate and the unwinding of the discount is included in finance costs.

Contingent liabilities are recognised only when there is a possible obligation arising from past events, due to occurrence or non-occurrence of one or more uncertain future events, not wholly within the control of the Company, or where any present obligation cannot be measured in terms of future outflow of resources, or where a reliable estimate of the obligation cannot be made. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for.

Contingent assets are not disclosed in the financial statements unless an inflow of economic benefits is probable.

O. LEASES

The Company, as a lessee, recognises a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset.

The contract conveys the right to control the use of an identified asset, if it involves the use of an identified asset and the Company has substantially all of the economic benefits from use of the asset and has right to direct the use of the identified asset. The cost of the right-of-use asset shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date plus any initial direct costs incurred. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset.

P. IMPAIRMENT OF ASSETS

The Company assesses at each reporting date as to whether there is any indication that any property, plant and equipment and intangible assets or group of assets, called Cash Generating Units (CGU) may be impaired. If any such indication exists, the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs.

Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss for financial assets. ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive.

Trade receivables

The Company applies approach permitted by Ind AS 109, financial instruments, which requires expected lifetime losses to be recognised from initial recognition of receivables.

An impairment loss is recognised in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022****Q. FINANCIAL INSTRUMENTS**

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability. Purchase and sale of financial assets are recognized using trade date accounting.

Cash and cash equivalents

Cash and cash equivalents comprise cash at banks and on hand and demand deposits with an original maturity of three months or less and short-term highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value. Cash and cash equivalents include balances with banks which are unrestricted for withdrawal and usage.

(i) Financial Assets**Initial Recognition and Measurement**

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

Subsequent MeasurementFinancial Assets at Amortised Cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business model whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial Assets At Fair Value Through Other Comprehensive Income (FVTOCI)

Financial assets are measured at fair value through other comprehensive income if such financial assets are held within a business model whose objective is to hold these assets in order to collect contractual cash flows or to sell such financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial Assets At Fair Value Through Profit or Loss (FVTPL)

Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in profit or loss.

All equity investments are measured at fair value in the balance sheet, with value changes recognized in the statement of profit and loss, except for those equity investments for which the Company has elected an irrevocable option to present value changes in OCI.

(ii) Financial Liabilities

All financial liabilities are recognized at fair value at initial recognition and in case of loans, net of directly attributable cost. Fees of recurring nature are directly recognised in the Statement of Profit and Loss as finance cost. Financial Liabilities are subsequently measured at amortised cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

(iii) Derivative Financial Instruments

The Company uses derivative financial instruments, such as forward currency contracts to hedge its foreign currency risks. Derivative financial instruments are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value at the end of each period. The method of recognizing the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, and if so, on the nature of the item being hedged. Any gains or losses arising from changes in the fair value of derivatives are taken directly to profit or loss.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

Derecognition of Financial Instruments:

A financial asset is primarily derecognised when the rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset and has substantially transferred all the risks and rewards of ownership of the financial assets.

A financial liability (or a part of a financial liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

Offsetting of Financial Instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

R. NON-CURRENT ASSETS HELD FOR SALE

Non-current assets or disposal comprising of assets and liabilities are classified as 'held for sale' when all of the following criteria's are met (i) decision has been made to sell (ii) the assets are available for immediate sale in its present condition (iii) the assets are being actively marketed and (iv) sale has been agreed or is expected to be conducted within twelve months of the Balance Sheet date. Subsequently, such non-current assets and disposal groups classified as held for sale are measured at lower of its carrying value and fair value less costs to sell. Non-current assets held for sale are not depreciated or amortised.

Non-current assets classified as held for sale are presented separately in the balance sheet.

S. GOVERNMENT GRANTS

Government grants are recognised when there is a reasonable assurance that the Company will comply with the relevant conditions and the grant will be received. Government grants are recognised in the statement of profit and loss, either on a systematic basis when the Company recognises, as expenses, the related costs that the grants are intended to compensate or, immediately if the costs have already been incurred. Government grants related to assets are deferred and amortised over the useful life of the asset. Government grants related to income are presented as an offset against the related expenditure, and government grants that are awarded as incentives with no ongoing performance obligations to the Company are recognised as income in the period in which the grant is received.

T. EXCEPTIONAL ITEMS

When items of income and expense within statement of profit and loss from ordinary activities are of such size, nature or incidence that their disclosure is relevant to explain the performance of the enterprise for the period, the nature and amount of such material items are disclosed separately as exceptional items.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022****5) PROPERTY, PLANT AND EQUIPMENT****(a) Property, plant and equipment**

(₹ in Lakhs)

Description	Land Lease hold	Buildings	Plant and Equipment	Furniture and Fixtures	Vehicles	Office equipment	Computers	Total
Gross carrying amount								
As at April 1, 2020	174.94	1,386.34	8,397.65	38.80	146.75	55.72	71.49	10,271.69
Additions	-	-	222.34	-	-	0.58	1.42	224.34
Deductions/Adjustments	-	-	-	-	-	-	-	-
As at March 31, 2021	174.94	1,386.34	8,619.99	38.80	146.75	56.30	72.91	10,496.03
As at April 1, 2021	174.94	1,386.34	8,619.99	38.80	146.75	56.30	72.91	10,496.03
Additions	-	17.03	455.19	-	-	-	2.04	474.26
Deductions/Adjustments	-	-	-	-	-	-	-	-
As at March 31, 2022	174.94	1,403.37	9,075.18	38.80	146.75	56.30	74.95	10,970.29
Accumulated depreciations:								
As at April 1, 2020	31.72	499.64	6,270.92	22.61	62.23	49.91	62.69	6,999.72
Additions	1.77	43.71	316.38	1.66	15.68	1.13	1.39	381.72
Deductions/Adjustments	-	-	-	-	-	-	-	-
As at March 31, 2021	33.49	543.35	6,587.30	24.27	77.91	51.04	64.08	7,381.44
As at April 1, 2021	33.49	543.35	6,587.30	24.27	77.91	51.04	64.08	7,381.44
Additions	1.76	42.76	313.08	1.66	15.42	1.08	1.83	377.59
Deductions/Adjustments	-	-	-	-	-	-	-	-
As at March 31, 2022	35.25	586.11	6,900.38	25.93	93.33	52.12	65.91	7,759.03
Net Block								
As at April 1, 2020	143.22	886.70	2,126.73	16.19	84.52	5.81	8.80	3,271.97
As at March 31, 2021	141.45	842.99	2,032.69	14.53	68.84	5.26	8.83	3,114.59
As at March 31, 2022	139.69	817.26	2,174.80	12.87	53.42	4.18	9.04	3,211.26

(b) Capital work-in-progress

(₹ in Lakhs)

<u>As at March 31, 2021</u>								
Plant and Equipment under erection								255.62
Buildings under construction								-
								255.62
<u>As at March 31, 2022</u>								
Plant and Equipment under erection								19.98
Buildings under construction								4.21
								24.19

Notes:

- Addition in Plant and Equipment includes gain/(loss) of ₹ Nil (March 31, 2021 gain of ₹ 5.64 lakhs) on account of foreign exchange difference during the year.
- Refer note no. 41 (II) for details of contractual commitments.
- Refer note no. 21 (b) and 25 (a) for information on property, plant and equipment pledged as security by the Company.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022****(iv) Ageing of CWIP as on March 31, 2022 :**

(₹ in Lakhs)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	24.19	-	-	-	24.19
Projects temporarily suspended	-	-	-	-	-
Total	24.19	-	-	-	24.19

(v) CWIP, whose completion is overdue or has exceeds its cost compared to its original plan, following CWIP as on March 31, 2022:

(₹ in Lakhs)

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-
Total	-	-	-	-	-

(vi) Ageing of CWIP as on March 31, 2021 :

(₹ in Lakhs)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	255.62	-	-	-	255.62
Projects temporarily suspended	-	-	-	-	-
Total	255.62	-	-	-	255.62

(vii) CWIP, whose completion is overdue or has exceeds its cost compared to its original plan, following CWIP as on March 31, 2021:

(₹ in Lakhs)

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-
Total	-	-	-	-	-

6) NON-CURRENT FINANCIAL ASSETS - INVESTMENTS

Investments in Equity instruments (fully paid)

Quoted

Investments at fair value through profit or loss

300 (March 31, 2021: 300) Equity Shares of ₹ 10/- each of Sarda Papers Ltd.

0.03

0.01

300 (March 31, 2021: 300) Equity Shares of ₹ 10/- each of Soma Papers & Industries Ltd.*

-**-****Un-quoted**

Investment carried at fair value through other comprehensive income

20,990 (March 31, 2021: 20,990) Equity shares of ₹ 10/- each of Bishwanath Industries Ltd.

157.85

162.62

157.88**162.63**

*Trading is suspended by Bombay Stock Exchange (BSE Ltd.)

Aggregate amount of quoted investments ₹ 0.03 lakhs (March 31, 2021 ₹ 0.01 lakhs)

Aggregate market value of quoted investments ₹ 0.03 lakhs (March 31, 2021 ₹ 0.01 lakhs)

Aggregate amount of un-quoted investments ₹ 157.85 lakhs (March 31, 2021 ₹ 162.62 lakhs)



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

		(₹ in Lakhs)	
		As at March 31, 2022	As at March 31, 2021
7) NON-CURRENT FINANCIAL ASSETS - TRADE RECEIVABLES			
Trade receivables - credit impaired		4.81	4.81
		4.81	4.81
Less: Loss allowance for bad and doubtful debts/credit impaired		4.81	4.81
		-	-

Ageing for trade receivables from the due date of payment for each of the category as at March 31, 2022

(₹ in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables:-							
- considered good	-	-	-	-	-	-	-
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	0.32	0.32
Disputed trade receivables:-							
- considered good	-	-	-	-	-	-	-
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	4.49	4.49
Total	-	-	-	-	-	4.81	4.81
Less: Loss allowance for bad and doubtful debts/credit impaired	-	-	-	-	-	4.81	4.81
Net	-	-	-	-	-	-	-

Ageing for trade receivables from the due date of payment for each of the category as at March 31, 2021

(₹ in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables:-							
- considered good	-	-	-	-	-	-	-
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	0.32	0.32
Disputed trade receivables:-							
- considered good	-	-	-	-	-	-	-
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	4.49	4.49
Total	-	-	-	-	-	4.81	4.81
Less: Loss allowance for bad and doubtful debts/credit impaired	-	-	-	-	-	4.81	4.81
Net	-	-	-	-	-	-	-



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

		(₹ in Lakhs)				
		As at March 31, 2022	As at March 31, 2021			
8)	NON-CURRENT FINANCIAL ASSETS - OTHERS (Unsecured, considered good) Carried at amortised cost Security deposits	265.75 265.75	257.56 257.56			
9)	DEFERRED TAX ASSETS (NET) Deferred tax assets Unused tax losses Deductible temporary differences MAT credit entitlement Total deferred tax assets Less: Deferred tax liabilities Property, plant and equipment Fair valuation of financial instruments through Other Comprehensive Income Deferred tax assets/(liabilities) net	446.06 14.45 503.90 964.41 (231.86) (40.73) 691.82	398.81 13.59 503.90 916.30 (223.65) (41.97) 650.68			
Movement in deferred tax assets/(liabilities)		(₹ in Lakhs)				
Particulars	Unused tax losses	Deductible temporary differences	MAT credit entitlement	Property, plant and equipment	Fair valuation of financial instruments through OCI	Deferred tax assets/(liabilities) net
As at April 1, 2020	316.64	15.49	503.90	(229.45)	(42.42)	564.16
(Charged)/credited to profit or loss	82.17	(1.90)	-	5.80	-	86.06
(Charged)/credited to other comprehensive income	-	-	-	-	0.45	0.45
As at March 31, 2021	398.81	13.59	503.90	(223.65)	(41.97)	650.68
(Charged)/credited to profit or loss	47.25	0.86	-	(8.21)	-	39.90
(Charged)/credited to other comprehensive income	-	-	-	-	1.24	1.24
As at March 31, 2022	446.06	14.45	503.90	(231.86)	(40.73)	691.82
		(₹ in Lakhs)				
		As at March 31, 2022	As at March 31, 2021			
10)	OTHER NON-CURRENT ASSETS (Unsecured, considered good) Capital advances (Unsecured, considered doubtful) Capital advances	49.40 3.84 53.24	56.48 3.84 60.32			
11)	INVENTORIES (Valued at lower of cost and net realisable value) Raw materials* Work-in-progress Finished goods Stores and spares**	1,346.58 29.84 1,135.24 310.45 2,822.11	893.81 23.96 382.55 243.27 1,543.59			
(i) Including goods in transit of :						
*₹131.37 lakhs (March 31, 2021 ₹ 178.37 lakhs) in Raw materials						
**₹ 12.03 lakhs (March 31, 2021 ₹ 2.96 lakhs) in Stores and spares						
(ii) Refer note no. 21 (b) and 25 (a) for information on inventories pledged as security by the Company.						

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

		(₹ in Lakhs)	
		As at March 31, 2022	As at March 31, 2021
12) CURRENT FINANCIAL ASSETS - TRADE RECEIVABLES			
Trade receivables considered good - Unsecured		651.76	837.06
Trade receivables - credit impaired		28.60	28.60
		680.36	865.66
Less: Loss allowance for bad and doubtful debts/expected credit loss/credit impaired		47.00	47.18
		633.36	818.48

Ageing for trade receivables from the due date of payment for each of the category as at March 31, 2022

(₹ in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months-1year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables:-							
- considered good	286.47	134.72	47.10	4.64	45.03	69.89	587.85
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	23.20	23.20
Disputed trade receivables:-							
- considered good	-	-	0.36	0.21	12.08	51.26	63.91
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	5.40	5.40
Total	286.47	134.72	47.46	4.85	57.11	149.75	680.36
Less: Loss allowance for bad and doubtful debts/credit impaired	-	0.20	1.41	0.24	4.49	40.66	47.00
Net	286.47	134.52	46.05	4.61	52.62	109.09	633.36

Ageing for trade receivables from the due date of payment for each of the category as at March 31, 2021

(₹ in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months-1year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables:-							
- considered good	405.28	117.28	117.32	61.17	26.39	44.07	771.51
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	23.20	23.20
Disputed trade receivables:-							
- considered good	-	-	0.21	14.08	1.54	49.72	65.55
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	5.40	5.40
Total	405.28	117.28	117.53	75.25	27.93	122.39	865.66
Less: Loss allowance for bad and doubtful debts/credit impaired	-	1.83	0.09	3.53	2.24	39.49	47.18
Net	405.28	115.45	117.44	71.72	25.69	82.90	818.48

		(₹ in Lakhs)	
		As at March 31, 2022	As at March 31, 2021
13) CURRENT FINANCIAL ASSETS - CASH AND CASH EQUIVALENTS			
Balances with banks - in current accounts		101.74	63.83
Cash on hand		3.81	3.63
		105.55	67.46



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
14) CURRENT FINANCIAL ASSETS - BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS AS ABOVE		
Fixed deposit with bank (maturing within 12 months)		
Pledged with bank as margin against Letter of Credit and Bank Guarantee*	116.53	183.59
	116.53	183.59
* includes ₹ 13.77 lakhs (March 31, 2021 ₹ 13.77 lakhs) having an original maturity of more than 12 months		
15) CURRENT FINANCIAL ASSETS - OTHERS (Unsecured, considered good)		
Interest receivable	11.78	16.02
Security deposits	9.10	12.90
Other receivables	3.75	-
	24.63	28.92
16) CURRENT TAX ASSETS (NET)		
Advance income tax and tax deducted at source (net of provision)	29.52	14.94
	29.52	14.94
17) OTHERS CURRENT ASSETS (Unsecured, considered good)		
Advance to suppliers	83.71	55.08
Employees' advances	1.74	3.19
Balance with statutory authorities	28.99	78.12
Deposit with government authorities	252.68	251.97
Prepaid expenses	24.24	11.51
Income tax refundable	4.08	4.08
(Unsecured, considered doubtful)		
Advance to suppliers	9.70	9.70
	405.14	413.65
18) ASSETS HELD FOR SALE		
Land and building	148.86	148.86
	148.86	148.86
In June 2017, the Company had decided to dispose off the land and building of its shut plant situated at Bahadurgarh. Part of the land and building was sold during the year 2019-20 and for balance, the transaction for sale is in process and is to be completed in near future.		
19) EQUITY SHARE CAPITAL		
Authorised		
2,00,00,000 (March 31, 2021: 2,00,00,000) Equity shares of ₹ 10/- each	2,000.00	2,000.00
5,00,000 (March 31, 2021: 5,00,000) 4% Cumulative redeemable preference shares of ₹100/- each	500.00	500.00
	2,500.00	2,500.00
Issued, subscribed and fully paid		
1,35,21,680 (March 31, 2021: 1,35,21,680) Equity shares of ₹ 10/- each	1,352.17	1,352.17
	1,352.17	1,352.17

(a) Reconciliation of number of shares outstanding at the beginning and end of the year

	As at March 31, 2022		As at March 31, 2021	
Equity shares of ₹ 10/- each	No. of Shares	(₹ in Lakhs)	No. of Shares	(₹ in Lakhs)
Balance at the beginning of the year	1,35,21,680	1,352.17	1,35,21,680	1,352.17
Issued during the year	-	-	-	-
Balance at the end of the year	1,35,21,680	1,352.17	1,35,21,680	1,352.17

(b) Rights, preferences and restrictions attached to equity shares:

The Company has one class of equity shares referred to as equity shares having at face value of ₹ 10/- each. Each shareholder is entitled to one vote per share. Holders of equity shares are entitled to dividend, in proportion to the paid up amount, proposed by Board of Directors subject to approval of the shareholders in the ensuing annual general meeting except in case of interim dividend. In the event of liquidation, the equity-holders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022****(c) Shareholders holding more than 5% of shares:**

Equity shares of ₹ 10/- each	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	(%)	No. of Shares	(%)
Bishwanath Industries Limited	20,47,300	15.14	20,47,300	15.14
Vijay Kumar Gupta	20,00,000	14.79	20,00,000	14.79
Bishwanath Traders & Investments Limited	16,71,080	12.36	16,71,080	12.36
Govinda Power & Products Pvt. Limited	14,00,000	10.35	14,00,000	10.35
WPS PTE Ltd.	12,00,000	8.87	12,00,000	8.87
SKCS Finvest Pvt. Limited	10,14,850	7.51	10,14,850	7.51
Birender Kumar Pasari	9,10,000	6.73	9,10,000	6.73
Gopala Sales Pvt. Limited	7,50,000	5.55	7,50,000	5.55
Bijay Paper Traders Limited	7,47,100	5.53	7,47,100	5.53

(d) Disclosure of Shareholding of Promoters:**(i) Shares held by promoters as at March 31, 2022**

Equity shares of ₹ 10/- each		As at March 31, 2022		As at March 31, 2021		% Change during the year
S.No.	Promoter name	No. of Shares	% of total shares	No. of Shares	% of total shares	
1	Bishwanath Industries Limited	20,47,300	15.14	20,47,300	15.14	-
2	Bishwanath Traders & Investments Limited	16,71,080	12.36	16,71,080	12.36	-
3	Birender Kumar Pasari	9,10,000	6.73	9,10,000	6.73	-
4	Bijay Paper Traders Limited	7,47,100	5.53	7,47,100	5.53	-
5	Devanshu Infin Limited	2,75,000	2.03	2,75,000	2.03	-
6	Pradeep Kumar Pasari	60,000	0.44	60,000	0.44	-
7	Bishwanath Pasari	200	0.00	200	0.00	-
	Total	57,10,680	42.23	57,10,680	42.23	-

(ii) Shares held by promoters as at March 31, 2021

Equity shares of ₹ 10/- each		As at March 31, 2021		As at March 31, 2020		% Change during the year
S.No.	Promoter name	No. of Shares	% of total shares	No. of Shares	% of total shares	
1	Bishwanath Industries Limited	20,47,300	15.14	20,47,300	15.14	-
2	Bishwanath Traders & Investments Limited	16,71,080	12.36	16,71,080	12.36	-
3	Birender Kumar Pasari	9,10,000	6.73	9,10,000	6.73	-
4	Bijay Paper Traders Limited	7,47,100	5.53	7,47,100	5.53	-
5	Devanshu Infin Limited	2,75,000	2.03	2,75,000	2.03	-
6	Pradeep Kumar Pasari	60,000	0.44	60,000	0.44	-
7	Bishwanath Pasari	200	0.00	200	0.00	-
	Total	57,10,680	42.23	57,10,680	42.23	-

(₹ in Lakhs)

20) OTHER EQUITY**(i) Reserves and Surplus****(a) Capital Reserve**

Balance as per last balance sheet

22.97

22.97

(b) Securities Premium

Balance as per last balance sheet

565.49

565.49

(c) Other Reserve**- Capital Redemption Reserve**

Balance as per last balance sheet

500.00

500.00

(d) Retained Earnings

Balance/(Deficit) as per last balance sheet

(532.34)

(204.90)

Add: Profit/(loss) for the year

(131.46)

(663.80)

(327.44)

(532.34)

(ii) Item of Other Comprehensive Income**(a) Re-measurements of defined benefit plans**

Balance as per last balance sheet

82.29

48.86

Add: Actuarial gain/(loss) during the year

(0.54)

81.75

33.43

82.29

(b) Re-measurements of investments in Equity instruments (unquoted)

Balance as per last balance sheet

119.45

120.73

Add: on Re-measurement of investments

(3.53)

115.92

(1.28)

119.45

622.33

757.86

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022****Nature and purpose of reserves**

- i) Capital Reserve was created on forfeiture of equity shares and will be utilised in accordance with the provision of the Companies Act, 2013.
- ii) Securities Premium was created to record the excess of the amount received over the face value of the shares. This reserve will be utilised in accordance with the provision of the Companies Act, 2013.
- iii) Capital Redemption Reserve was created for redemption of 4% Cumulative Redeemable Preference Shares of ₹ 100/- each. This reserve will be utilised in accordance with the provision of the Companies Act, 2013.
- iv) FVOCI equity investments:
The Company has elected to recognise changes in the fair value of certain investments in equity securities in OCI. These changes are accumulated within the FVOCI equity investment reserve within equity. The Company transfers amounts from this reserve to retained earnings when the relevant equity securities are derecognised.

		(₹ in Lakhs)	
		As at	As at
		March 31, 2022	March 31, 2021
21) NON-CURRENT FINANCIAL LIABILITIES - BORROWINGS			
Measured at amortized cost			
Secured			
Vehicle loan from bank		-	-
WCDL (CESS-2020) from bank		-	53.15
WCTL (GECL) from banks		496.00	-
Unsecured			
Loans from related parties [refer note no. 53(c)]		691.25	392.50
		1,187.25	445.65

Details of security and other terms:

- (a) Current maturities of long term borrowings ₹ 77.89 lakhs (March 31, 2021 ₹ 77.25 lakhs) are taken under current financial liabilities borrowings. (refer note no. 25)
- (b) Above term loan from banks (WCDL/WCTL) are secured as under:-
Primary security:
(i) First pari-passu charge by way of hypothecation of stocks and book debts of the Company.
Collateral security:
(i) Extension of charge on Land & Building situated at Keshwana Unit.
(ii) Extension of hypothecation charge on block of assets (P & M and other fixed assets) of Keshwana (Kotputli) unit.
(iii) First pari passu charge by way of pledge of 48,20,400 equity shares (previous year 48,20,400).
(iv) Guaranteed by personal guarantee of Managing Director of the Company.
- (c) Repayment schedule of CESS 2020 and year wise maturity is as under:-

	2022-23	Total
Amount (₹ in Lakhs)	53.15	53.15
No. of Instalments	6	6

- (d) Repayment schedule of WCTL (GECL) and year wise maturity is as under:-

	2023-24	2024-25	2025-26	2026-27	Total
Amount (₹ in Lakhs)	49.00	165.12	165.12	116.76	496.00
No. of Instalments	11	48	48	37	144

- (e) Vehicle loan, payable within one year, is taken under current financial liabilities borrowings (refer note no. 25) secured by hypothecation of vehicle.
- (f) Unsecured loans are repayable on March 31, 2027. However, the Company has the option to pay before maturity by giving prior notice of 30 days.
- (g) The above loans carry varying rates of interest with the maximum rate of interest going upto 12.00% (previous year 12.00%).

		(₹ in Lakhs)	
		As at	As at
		March 31, 2022	March 31, 2021
22) NON-CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES			
Measured at amortized cost			
(A) total outstanding dues of micro enterprises and small enterprises (refer note no 45)		-	-
(B) total outstanding dues of creditors other than micro enterprises and small enterprises		110.44	108.23
		110.44	108.23

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022****Ageing for trade payables from the due date of payment for each of the category as at March 31, 2022**

(₹ in Lakhs)

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	-	-	-	-	-
ii) Others	-	2.20	15.75	2.47	90.02	110.44
iii) Disputed dues-MSME	-	-	-	-	-	-
iv) Disputed dues -Others	-	-	-	-	-	-
Total	-	2.20	15.75	2.47	90.02	110.44

Ageing for trade payables from the due date of payment for each of the category as at March 31, 2021

(₹ in Lakhs)

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	-	-	-	-	-
ii) Others	-	15.75	2.47	32.02	57.99	108.23
iii) Disputed dues-MSME	-	-	-	-	-	-
iv) Disputed dues -Others	-	-	-	-	-	-
Total	-	15.75	2.47	32.02	57.99	108.23

		(₹ in Lakhs)	
		As at March 31, 2022	As at March 31, 2021
23) NON-CURRENT FINANCIAL LIABILITIES - OTHERS			
Measured at amortized cost			
Security deposits from dealers and contractors		77.53	89.73
Creditors for capital goods		4.80	32.14
		82.33	121.87
24) NON-CURRENT PROVISIONS			
Provision for employee benefits (refer note no 42)			
Gratuity		111.03	101.31
Leave encashment		19.06	19.91
		130.09	121.22
25) CURRENT FINANCIAL LIABILITIES - BORROWINGS			
Secured			
Loans repayable on demand			
Cash credit from banks		2,013.16	1,657.54
Buyer's credit facilities from banks		93.28	-
Current maturities of long term borrowings [refer note no 21(a)]			
Secured - vehicle loan from bank		-	3.18
Secured - WCDL (CESS-2020) from bank		53.15	71.85
Unsecured - loan from related parties [refer note no. 53(c)]		24.74	2.22
		2,184.33	1,734.79

Details of security and other terms:

(a) Above cash credit facilities from banks under consortium arrangement having Bank of India as lead bank, are secured by:-

Primary security:

- (i) First pari-passu charge by way of hypothecation of stocks and book debts of the Company.
- (ii) Pledge of TDRs as cash margin @10.00% on LC and 15.00% on BG limit.

Collateral security:

- (i) Charge on Land & Building situated at Keshwana Unit.
- (ii) Hypothecation charge on block of assets (P&M and other fixed assets) of Keshwana (Kotputli) unit.
- (iii) First pari passu charge by way of pledge of 48,20,400 equity shares (previous year 48,20,400).
- (iv) Guaranteed by personal guarantee of Managing Director of the Company.

(b) Maximum rate of interest on cash credit facilities was 14.15% per annum (previous year 14.00% per annum).



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

		(₹ in Lakhs)				
		As at March 31, 2022	As at March 31, 2021			
26)	CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES					
	(A) total outstanding dues of micro enterprises and small enterprises (refer note no 45)	-	-			
	(B) total outstanding dues of creditors other than micro enterprises and small enterprises					
	Acceptances	372.41	399.14			
	Other than acceptances	1,219.76	1,476.39			
		1,592.17	1,875.53			
Ageing for trade payables from the due date of payment for each of the category as at 31st March, 2022		(₹ in Lakhs)				
Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	-	-	-	-	-
ii) Others	920.21	621.01	28.99	9.01	12.95	1,592.17
iii) Disputed dues-MSME	-	-	-	-	-	-
iv) Disputed dues -Others	-	-	-	-	-	-
Total	920.21	621.01	28.99	9.01	12.95	1,592.17
Ageing for trade payables from the due date of payment for each of the category as at 31st March, 2021		(₹ in Lakhs)				
Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	-	-	-	-	-
ii) Others	869.00	924.52	62.96	9.93	9.12	1,875.53
iii) Disputed dues-MSME	-	-	-	-	-	-
iv) Disputed dues -Others	-	-	-	-	-	-
Total	869.00	924.52	62.96	9.93	9.12	1,875.53
		(₹ in Lakhs)				
		As at March 31, 2022	As at March 31, 2021			
27)	CURRENT FINANCIAL LIABILITIES - OTHERS					
	Interest accrued	163.43	162.67			
	Other payables					
	Due to employees	93.88	86.80			
	Creditors for capital goods	45.70	25.75			
	Expenses payable	112.27	179.37			
	Currency forward account	0.79	-			
		416.07	454.59			
28)	OTHER CURRENT LIABILITIES					
	Advance from customers	260.90	57.17			
	Security deposits from dealers	55.36	53.29			
	Statutory dues	70.91	12.62			
		387.17	123.08			
29)	CURRENT PROVISIONS					
	Provision for employee benefits (refer note no 42)					
	Gratuity	-	-			
	Leave encashment	5.49	5.90			
		5.49	5.90			
30)	LIABILITIES AGAINST ASSETS HELD FOR SALE					
	Advance received against sale of Land and Building	620.00	620.00			
		620.00	620.00			

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

		(₹ in Lakhs)
	Year ended March 31, 2022	Year ended March 31, 2021
31) REVENUE FROM OPERATIONS		
(Refer note no. 44 & 48)		
Sale of products	10,132.60	6,905.00
Other operating revenues	214.97	35.60
	10,347.57	6,940.60
32) OTHER INCOME		
Interest income on:		
Security deposits carried at amortized cost	8.04	8.80
Fixed deposit with banks carried at amortized cost	6.71	11.47
	14.75	20.27
Other non-operating income		
Excess provision w/back (ECL)	0.17	7.02
Foreign exchange rate fluctuations (net)	22.72	6.00
Duty drawback	0.02	3.58
Miscellaneous income	7.03	6.41
Fair value gain on long term investment re-measurement at FVTPL	0.02	-
Gain on re-measurement of financial liabilities	47.31	-
	92.02	43.28
33) COST OF MATERIALS CONSUMED		
Raw materials consumed		
Inventories at the beginning of the year	893.81	937.44
Add: Purchases during the year (Net)	7,006.36	3,546.95
	7,900.17	4,484.39
Less: Inventories at the end of the year	1,346.58	893.81
	6,553.59	3,590.58
34) CHANGES IN INVENTORIES OF FINISHED GOODS, STOCK-IN-TRADE AND WORK-IN-PROGRESS		
Opening inventories		
Finished goods	382.55	321.77
Work-in-progress	23.96	46.56
	406.51	368.33
Closing inventories		
Finished goods	1,135.24	382.55
Work-in-progress	29.84	23.96
	1,165.08	406.51
(Increase)/Decrease in inventories of		
Finished goods	(752.69)	(60.78)
Work-in-progress	(5.88)	22.60
	(758.57)	(38.18)
35) EMPLOYEE BENEFITS EXPENSE		
Salary and wages	603.71	478.67
Contribution to provident and other funds	63.56	53.61
Staff welfare expenses	13.64	10.40
	680.91	542.68
36) FINANCE COSTS		
Interest	371.40	303.57
Right of Recompense	202.30	-
Other borrowing costs	55.10	52.60
	628.80	356.17
37) DEPRECIATION AND AMORTIZATION EXPENSES		
Depreciation on property, plant and equipment (refer note no 5)	377.59	381.72
	377.59	381.72

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

		(₹ in Lakhs)
	Year ended March 31, 2022	Year ended March 31, 2021
38) OTHER EXPENSES		
Stores and spares consumed	310.43	356.52
Power and fuel	2,261.70	1,670.54
Packing materials	139.03	86.21
Contract charges for services	66.25	110.85
Rent	3.29	1.39
Repairs		
Buildings	9.75	2.57
Machinery	70.42	64.89
Others	-	9.98
Insurance	9.45	10.19
Rates and taxes	6.31	5.42
Cost auditor's remuneration		
Cost audit fees	0.75	0.75
Auditor's remuneration		
For audit fees	0.90	0.90
For tax audit and GST audit fees	1.10	1.90
For taxation matters	0.37	0.45
For other services	0.28	0.31
Loss on re-measurement of long term investment at FVTPL	-	0.01
Tour, travelling and conveyance	91.69	76.77
Provision for doubtful debts	-	15.07
Miscellaneous expenses	156.91	149.69
	3,128.63	2,564.41

39) TAX EXPENSE**(a) Amount recognised in Statement of Profit and Loss**

(₹ in Lakhs)

Particulars	2021-2022	2020-2021
Current tax	-	-
Deferred tax	(39.90)	(86.06)
Total	(39.90)	(86.06)

(b) Income tax expense/(benefit) recognised in Other Comprehensive Income

(₹ in Lakhs)

Particulars	2021-2022	2020-2021
Tax effect on actuarial gains/losses on defined benefit obligations	-	-
Deferred tax liability on re-measurement of unquoted equity instruments at FVTOCI	1.24	0.45
Total	1.24	0.45

(c) Income tax reconciliation

(₹ in Lakhs)

Particulars	2021-2022	2020-2021
Profit/(loss) before tax	(171.36)	(413.50)
Enacted tax rate (%)	26.00%	26.00%
Tax expense/(saving) at enacted tax rate	(44.55)	(107.51)
Tax impact on account of depreciation	(7.75)	6.26
Other items giving rise to temporary differences	8.21	(5.80)
Effect due to non deductible expenses	15.74	32.78
Effect due to deductible expenses earlier disallowed	(10.71)	(13.74)
Other temporary differences	(0.84)	1.95
Total	(39.90)	(86.06)

40) KEY FINANCIAL RATIOS

S.No.	Ratios	Numerator	Denominator	March 31, 2022	March 31, 2021	% Variance
1	Current ratio	Current assets	Current liabilities	0.90	0.73	23.29%
2	Debt-equity ratio ₁	Total Debt = (Non-current borrowings + Current borrowings)	Total Equity = (Equity share capital + Other equity)	1.71	1.03	66.02%



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

KEY FINANCIAL RATIOS (Cont.....)

S.No.	Ratios	Numerator	Denominator	March 31, 2022	March 31, 2021	% Variance
3	Debt service coverage ratio	Profit after Tax + Interest on long term borrowings + Depreciation	Total service of long term borrowings + interest thereon	2.40	2.54	-5.51%
4	Return on Equity ratio ²	Profit after tax	Average total equity	-6.44%	-14.50%	55.59%
5	Inventory turnover ratio	Cost of Goods sold*	Average inventory	4.45	4.27	4.22%
6	Trade receivable turnover ratio ³	Net credit sales	Average trade receivables	14.09	6.06	132.51%
7	Trade payables turnover ratio ⁴	Net credit purchase	Average trade payables	4.74	1.91	148.17%
8	Net capital turnover ratio ⁵	Net sales	Average working capital (working capital = current assets - current liabilities)	-13.17	-6.56	-100.76%
9	Net profit ratio ⁶	Net profit	Net sales	-1.27%	-4.72%	73.09%
10	Return on capital employed ⁷	Earning before interest and tax	Capital employed**	8.87%	-1.38%	742.75%
11	Return on investment ⁸	Return on investment	Average investment	-2.19%	-0.79%	-177.22%

*Cost of Goods sold = Total expenses as per statement of profit & loss - Finance costs - Administrative, selling & distribution expenses.

**Capital employed = Tangible net worth + Total debt

1. Debt equity ratio has been increased on account of new proceeds of term loans, unsecured loans and excess utilisation of cash credit limits.
2. The improvement is mainly on account of reduction of losses in the current financial year.
3. Trade receivable turnover ratio has been improved due to increase in sales and better recovery from customers.
4. The increase in ratio is due to higher volume of purchase to meet the increased production and quick payment to creditors due to availability of funds.
5. Improvement is due to robust revenue growth and enhanced working capital efficiency.
6. The ratio has been improved mainly on account of reduction in losses and better revenue growth.
7. The improvement is mainly on account of reduction of losses in the current financial year.
8. Higher negative return on investment has resulted into decrease in ratio.

41) CONTINGENT LIABILITIES AND COMMITMENTS (to the extent not provided for)

(₹ in Lakhs)

Particulars	March 31, 2022	March 31, 2021
(I) Contingent liabilities		
(a) Claims against the Company not acknowledged as debt		
Central excise duty matters	316.89	316.89
CGST matter	13.77	-
Custom duty matters	363.10	363.10
Water cess/Land tax	29.99	14.51
Income tax matter	102.96	102.96
Labour law matter	3.00	3.00
Stock Exchange matter	5.43	5.43
- Show Cause notices issued by the Excise Department, Rohtak for recovery of ₹ 4043.51 lakhs adjudicated by the Commissioner, Central Excise and demand of ₹ 3,727.57 lakhs has been dropped. Remaining demand of ₹ 315.94 lakhs was confirmed along with the penalty thereon. The Company has filed appeal before the Hon'ble CESTAT.		
In addition, show cause notices were issued by the Excise Department, Jaipur for ₹ 0.95 lakhs and CGST Audit Circle, Jaipur for recovery of ₹ 13.77 lakhs. The replies for the same have been filed.		
- Customs Duty matter relates to demand of ₹ 163.10 lakhs and penalty and redemption fine of ₹ 100.00 lakhs each. The matter is pending with Hon'ble Supreme Court of India. The amount of ₹ 250.00 lakhs deposited under protest during investigation, with Custom Department is subject matter of outcome of the appeal.		
- The income tax department has issued a notice of demand for ₹ 102.96 lakhs for A.Y. 2018-19. The Company has filed appeal before CIT (Appeals), NAFC, Delhi for the same.		
- The other contingent liabilities have been disputed by the Company before respective authorities on account of classification, rates and applicability.		
- Based on the legal advices, the Company is reasonably certain that the outcome of these proceedings shall not have a material impact on its financial statements.		
(b) Other money for which the Company is contingently liable		
Right of recompense under CDR package	-	404.60
(II) Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for	320.00	209.51

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022****42) EMPLOYEE BENEFITS****a) Post retirement benefits : Defined contribution plans**

The Company has recognized the following amounts in the Statement of Profit and Loss for the year:

(₹ in Lakhs)

Sl. No.	Particulars	2021-2022	2020-2021
1	Contribution to employee's provident fund	14.63	9.96
2	Contribution to employee's family pension fund	19.19	13.81
	Total	33.82	23.77

b) Defined benefit plans**(A) Gratuity (Funded)**

(₹ in Lakhs)

		2021-2022	2020-2021
i.	Changes in the present value of obligation		
a.	Present value of obligation at the beginning of the year	185.29	209.52
b.	Interest cost	12.10	13.93
c.	Current service cost	17.26	16.41
d.	Benefits paid	(7.83)	(22.25)
e.	Actuarial (gain)/loss:		
	due to change in financial assumptions	(5.61)	1.56
	due to experience variance	7.29	(33.88)
f.	Present value of obligation at the end of the year	208.50	185.29
ii.	Changes in the fair value of plan assets		
a.	Present value of plan assets at the beginning of the year	83.98	78.53
b.	Expected return on plan assets	5.49	5.22
c.	Actuarial gain/(loss)	1.14	1.11
d.	Employer's contributions	14.69	21.37
e.	Benefit paid	(7.83)	(22.25)
f.	Fair value of plan assets at the end of the year	97.47	83.98
iii.	Amount recognized in the Balance Sheet and reconciliation of the present value of obligation and the fair value of assets		
a.	Present value of obligation at the end of the year	208.50	185.29
b.	Fair value of plan assets at the end of the year	97.47	83.98
c.	Net (asset)/liability recognized in the balance sheet	111.03	101.31
iv.	Expenses recognized in the Statement of Profit & Loss		
a.	Current service cost	17.26	16.41
b.	Interest cost	12.10	13.93
c.	Expected return on plan assets	(5.49)	(5.22)
d.	Total expenses recognized in the Statement of Profit & Loss	23.87	25.12
v.	Amount recognized in other comprehensive income		
a.	Actuarial gain/(loss) on liabilities	(1.68)	32.32
b.	Actuarial gain/(loss) on assets	1.14	1.11
c.	Net gain/(loss) recognized in other comprehensive income	(0.54)	33.43
vi.	Percentage of each category of plan assets to total fair value of plan assets as at end of the year	%	%
a.	Insurer managed funds	100	100



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

(₹ in Lakhs)

Sl. No.	Particulars	2021-2022	2020-2021
vii.	Actuarial assumption	%	%
a.	Discount rate	6.92	6.53
b.	Expected rate of return on plan assets	6.53	6.65
c.	Salary escalation rate	10.00	10.00
viii.	Sensitivity analysis		
a.	Impact due to increase of 0.50% in discount rate	(6.74)	(6.32)
b.	Impact due to decrease of 0.50% in discount rate	7.26	6.82
c.	Impact due to increase of 1.00% in salary inflation rate	14.16	13.41
d.	Impact due to decrease of 1.00% in salary inflation rate	(12.62)	(11.76)
e.	Impact due to increase of 5.00% in withdrawal rate	(11.93)	(12.54)
f.	Impact due to decrease of 5.00% in withdrawal rate	22.22	23.63
ix.	Maturity profile of defined benefit obligation		
a.	1st following year	78.72	66.79
b.	2nd following year	5.65	4.90
c.	3rd following year	7.56	8.51
d.	4th following year	6.54	7.03
e.	5th following year	9.59	5.72
f.	After 6th following year	282.65	249.45
x	The expected contributions for Defined Benefit Plan during the next financial year	33.42	30.15

(B) Leave encashment (Unfunded)

(₹ in Lakhs)

		2021-2022	2020-2021
i.	Changes in the present value of obligation		
a.	Present value of obligation at the beginning of the year	25.81	23.99
b.	Interest cost	1.69	1.59
c.	Current service cost	5.73	5.31
d.	Benefits paid	(7.04)	(4.96)
e.	Actuarial (gain)/loss:		
	due to change in financial assumptions	(0.61)	0.19
	due to experience variance	(1.03)	(0.31)
f.	Present value of obligation at the end of the year.	24.55	25.81
ii.	Amount recognized in the Balance Sheet and reconciliation of the present value of obligation and the fair value of assets		
a.	Present value of obligation at the end of the year	24.55	25.81
b.	Fair value of plan assets at the end of the year	-	-
c.	Net (asset)/liability recognized in the balance sheet	24.55	25.81
iii.	Expenses recognized in the Statement of Profit & Loss		
a.	Current service cost	5.73	5.31
b.	Interest cost	1.69	1.59
c.	Net actuarial (gain)/loss	(1.64)	(0.11)
d.	Total expenses recognized in the Statement of Profit & Loss	5.78	6.79
iv.	Amount recognized in other comprehensive income		
a.	Actuarial gain/(loss) on liabilities	-	-
b.	Actuarial gain/(loss) on assets	-	-
c.	Net gain/(loss) recognized in other comprehensive income	-	-

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

(₹ in Lakhs)

		2021-2022	2020-2021
v.	Actuarial assumption	%	%
a.	Discount rate	6.92	6.53
b.	Expected rate of return on plan assets	NA	NA
c.	Salary escalation rate	10.00	10.00
vi.	Sensitivity analysis		
a.	Impact due to increase of 0.50% in discount rate	(0.73)	(0.79)
b.	Impact due to decrease of 0.50% in discount rate	0.78	0.84
c.	Impact due to increase of 1.00% in salary inflation rate	1.53	1.65
d.	Impact due to decrease of 1.00% in salary inflation rate	(1.37)	(1.47)
e.	Impact due to increase of 5.00% in withdrawal rate	(1.67)	(1.92)
f.	Impact due to decrease of 5.00% in withdrawal rate	2.95	3.42
vii.	Maturity profile of defined benefit obligation		
a.	1st following year	5.87	6.29
b.	2nd following year	2.23	2.21
c.	3rd following year	1.86	2.28
d.	4th following year	2.02	1.82
e.	5th following year	2.76	1.93
f.	After 6th following year	28.07	29.33

43) Corporate Debt Restructuring (CDR) package was sanctioned to the Company vide LOA dated August 17, 2009. The package was successfully implemented by all the bankers w.e.f. the cut off date i.e. April 1, 2009 as per terms and conditions set out in the Letter of Approval (LOA). The CDR lenders have a right to recompense of their waivers & sacrifices made as part of the CDR proposal. Accordingly during the year, the Company has paid final installment of ₹ 202.30 lakhs (March 31, 2021 ₹ Nil) as full and final payment on account of Right of Recompense under Corporate Debt Restructuring (CDR) package to all the member banks.

44) The Company is engaged into manufacturing and sale of paper and activities incidental thereto. There is no impact on the Company's revenue on applying Ind AS 115 on contracts with customers.

Disaggregation of revenue from contracts with customers:

(₹ in Lakhs)

Sl. No.	Particulars	2021-2022	2020-2021
1	Revenue from contracts with customers		
	Sale of products	10,132.60	6,905.00
2	Other operating revenues	214.97	35.60
	Total revenue	10,347.57	6,940.60

Sales by performance obligations:

(₹ in Lakhs)

Sl. No.	Particulars	2021-2022	2020-2021
1	Upon shipment	10,132.60	6,905.00
2	Upon delivery	-	-
	Total	10,132.60	6,905.00

Reconciliation of revenue from contract with customers:

(₹ in Lakhs)

Sl. No.	Particulars	2021-2022	2020-2021
A	Revenue from contract with customers as per the contract price	10,408.90	7,056.15
	Adjustments made to contract price on account of:-		
	a) Discounts/rebates/incentives	191.71	111.36
	b) Sales returns/credits/reversals	84.59	39.79
	Revenue from contract with customers as per Statement of Profit and Loss (A)	10,132.60	6,905.00
B	Other operating revenues (B)	214.97	35.60
	Revenue from operations (A+B)	10,347.57	6,940.60

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

- 45) Disclosure of the amounts due to the Micro and Small Enterprises as required under the “Micro, Small and Medium Enterprises Development Act, 2006” is based on the information available with the Company regarding the status of registration of such vendors under the said Act, as per the intimation received from parties on the request made by the Company as given under:

(₹ in Lakhs)

S. No.	Particulars	March 31, 2022	March 31, 2021
(a)	The principal amount due remaining unpaid to any supplier at the end of each accounting year;	-	-
(b)	The interest due remaining unpaid to any supplier at the end of each accounting year;	-	-
(c)	The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
(d)	The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
(e)	The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
(f)	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

- 46) Interest accrued (refer note no. 27) also includes accumulated dividend on 4% cumulative redeemable preference shares amounting to ₹ 145.76 lakhs in March 31, 2022 and ₹ 145.76 in March 31, 2021 .
- 47) The Rajasthan State Industrial Development and Investment Corporation Ltd. had issued cancellation orders for part of the land of Keshwana. The said orders have been stayed by the Hon’ble High Court of Rajasthan. Appeal is pending before competent authority of RIICO.
- 48) Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (“CODM”) of the Company. The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Managing Director of the Company. The Company operates only in one Business Segment i.e. manufacturing and sale of paper and the activities incidental thereto, hence does not have any reportable Segments as per Ind AS 108 “Operating Segments”.

Information about major customers

Detail of customers accounted for 10% or more revenue is as under:

(₹ in Lakhs)

Sl. No.	Particulars	2021-2022	2020-2021
1	Customer 1	1,777.80	1,645.56
2	Customer 2	1,764.44	1,182.48
3	Customer 3	1,387.20	744.53

49) CAPITAL MANAGEMENT

The Company aims to manage its capital efficiently so as to safeguard its ability to continue as a going concern and to optimise returns to our shareholders.

For the purposes of the Company’s capital management, capital includes issued capital and all other equity reserves. The primary objective of the Company’s capital management is to maximise shareholder value. The Company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants. The Company’s Capital Management objectives are to maintain equity including all reserves to protect economic viability and to finance any growth opportunities that may be available in future so as to maximize shareholders’ value. The Company is monitoring capital using debt equity ratio as its base, which is debt to equity.

Gearing Ratio

The Company monitors its capital using gearing ratio, which is net debt divided to total equity as given below:

(₹ in Lakhs)

Particulars	March 31, 2022	March 31, 2021
Debt*	3,371.58	2,180.44
Less: Cash and bank balances	222.08	251.05
Net Debt	3,149.50	1,929.39
Total Equity	1,974.50	2,110.03
Debt to Equity ratio	1.60	0.91

*Debt is defined as long-term borrowings, short-term borrowings and current maturities of long term debts.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022****50) EARNINGS PER SHARE**

(₹ in Lakhs)

Particulars	2021-2022	2020-2021
Profit/(loss) after Tax	(131.46)	(327.44)
Weighted average number of equity shares	1,35,21,680	1,35,21,680
Basic and Diluted earnings per share (₹)	(0.97)	(2.42)
Face value of an equity share (₹)	10.00	10.00

51) FAIR VALUE MEASUREMENT

The following table shows the carrying amounts and fair values of financial assets and liabilities, including their levels in the fair value hierarchy:

(a) As at March 31, 2022

(₹ in Lakhs)

Particulars	Carrying amount / Fair value				Fair value hierarchy			
	FVTPL	FVTOCI	Amortized cost	Total	Level 1	Level 2	Level 3	Total
Non-current financial assets								
Investments in equity instruments (quoted)	0.03	-	-	0.03	0.03	-	-	0.03
Investments in equity instruments (unquoted)	-	157.85	-	157.85	-	157.85	-	157.85
Trade receivables	-	-	-	-	-	-	-	-
Other financial assets	-	-	265.75	265.75	-	-	-	-
Current financial assets								
Trade receivables	-	-	633.36	633.36	-	-	-	-
Cash and cash equivalents	-	-	105.55	105.55	-	-	-	-
Bank balances other than above	-	-	116.53	116.53	-	-	-	-
Other financial assets	-	-	24.63	24.63	-	-	-	-
Total financial assets	0.03	157.85	1145.82	1303.70	0.03	157.85	-	157.88
Non-current financial liabilities								
Borrowings	-	-	1187.25	1187.25	-	-	-	-
Trade payables	-	-	110.44	110.44	-	-	-	-
Other financial liabilities	-	-	82.33	82.33	-	-	-	-
Current financial liabilities								
Borrowings	-	-	2184.33	2184.33	-	-	-	-
Trade payables	-	-	1592.17	1592.17	-	-	-	-
Other financial liabilities	-	-	416.07	416.07	-	-	-	-
Total financial liabilities	-	-	5572.59	5572.59	-	-	-	-

(b) As at March 31, 2021

(₹ in Lakhs)

Particulars	Carrying amount / Fair value				Fair value hierarchy			
	FVTPL	FVTOCI	Amortized cost	Total	Level 1	Level 2	Level 3	Total
Non-current financial assets								
Investments in equity instruments (quoted)	0.01	-	-	0.01	0.01	-	-	0.01
Investments in equity instruments (unquoted)	-	162.62	-	162.62	-	162.62	-	162.62
Trade receivables	-	-	-	-	-	-	-	-
Other financial assets	-	-	257.56	257.56	-	-	-	-
Current financial assets								
Trade receivables	-	-	818.48	818.48	-	-	-	-
Cash and cash equivalents	-	-	67.46	67.46	-	-	-	-
Bank balances other than above	-	-	183.59	183.59	-	-	-	-
Other financial assets	-	-	28.92	28.92	-	-	-	-
Total financial assets	0.01	162.62	1356.01	1518.64	0.01	162.62	-	162.63
Non-current financial liabilities								
Borrowings	-	-	445.65	445.65	-	-	-	-
Trade payables	-	-	108.23	108.23	-	-	-	-
Other financial liabilities	-	-	121.87	121.87	-	-	-	-
Current financial liabilities								
Borrowings	-	-	1734.79	1734.79	-	-	-	-
Trade payables	-	-	1875.53	1875.53	-	-	-	-
Other financial liabilities	-	-	454.59	454.59	-	-	-	-
Total financial liabilities	-	-	4740.66	4740.66	-	-	-	-

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

The following methods and assumptions were used to estimate the fair values:

The fair values of the long term borrowings, loans and other deferred payments are determined by using discounted cash flow method using the appropriate discount rate. The discount rate is determined using other similar instruments incorporating the risk associated.

The fair value of long term quoted investment in equity instruments are measured at quoted market price.

The fair values of the unquoted instruments and other financial assets and liabilities have been estimated using a discounted cash flow method using the appropriate discount rate. The discount rate is determined using other similar instruments incorporating the risk associated.

The Company executed derivative financial instruments such as cross currency interest rate swap being valued using valuation techniques, which employs use of market observable inputs. The Company uses mark to market valuation provided by bank for its valuation.

There were no transfers between level 1 and level 2 for recurring fair value measurements during the year.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole;

Level 1- Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2- Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3- Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

52) FINANCIAL RISK MANAGEMENT

The Company's principal financial liabilities, other than derivatives, comprise borrowings, trade and other payables. The Company's principal financial assets include loans, trade and other receivables and cash and cash equivalents that derive directly from its operations. The Company also holds FVTOCI investments and enters into derivative transactions.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's management monitors these risks and provides assurance that the financial risk activities are governed by appropriate policies and procedures. The financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. All derivative activities for risk management purposes are carried out by teams that have the appropriate skills, experience and supervision. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below:

Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers, loans and investments. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of counterparty to which the Company grants credit terms in the normal course of business.

Trade receivables

The Company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several jurisdictions and industries and operate in largely independent markets. The credit worthiness are monitored at periodical intervals. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets.

The Company has used expected credit loss (ECL) model for assessing the impairment loss. For the purpose, the Company uses a provision matrix to compute the expected credit loss amount. The provision matrix takes into account external and internal risk factors and historical data of credit losses from various customers.

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Financial assets for which loss allowances is measured using the expected credit loss		
Trade receivables		
less than 180 days	0.20	1.83
180 - 365 days	1.41	0.09
1 year to 2 years	0.24	3.53
2 years to 3 years	4.49	2.24
above 3 years	12.06	10.89
Total	18.40	18.58

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

Movement in the allowance for bad and doubtful debt/expected credit loss on trade receivables

(₹ in Lakhs)

Particulars	2021-2022		2020-2021	
	Allowance for bad and doubtful debts	Expected credit loss allowance	Allowance for bad and doubtful debts	Expected credit loss allowance
Balance at the beginning of the year	33.41	18.58	18.34	25.59
Addition	-	4.84	15.07	13.46
Write - offs	-	-	-	-
Recoveries	-	5.02	-	20.47
Balance at the end of the year	33.41	18.40	33.41	18.58

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations when they become due. The Company manages liquidity risk by continuously monitoring forecast and actual cash flows on daily, monthly and yearly basis. The Company ensures that there is a free credit limit available at the start of the year which is sufficient for repayments getting due in the ensuing year. Loan arrangements, credit limits with various banks including working capital and monitoring of operational and working capital issues are always kept in mind for better liquidity management.

The Company has unutilised working capital limits from banks of ₹ 486.84 lakhs as on March 31, 2022; ₹ 842.46 lakhs as on March 31, 2021.

The table below provides details regarding the contractual maturities of significant financial liabilities :

As at March 31, 2022

(₹ in Lakhs)

Particulars	Less than 1 year	1-5 years	More than 5 years	Total
Non derivative				
Borrowings	2,184.33	1,187.25	-	3,371.58
Trade payables	1,592.17	110.44	-	1,702.61
Other financial liabilities	415.28	4.80	77.53	497.61
Derivative				
Forward exchange contracts	0.79	-	-	0.79

As at March 31, 2021

(₹ in Lakhs)

Particulars	Less than 1 year	1-5 years	More than 5 years	Total
Non derivative				
Borrowings	1,734.79	53.15	392.50	2,180.44
Trade payables	1,875.53	108.23	-	1,983.76
Other financial liabilities	454.59	32.14	89.73	576.46
Derivative				
Forward exchange contracts	-	-	-	-

Market Risk- Foreign Currency Risk

This is the risk that the Company may suffer losses as a result of adverse exchange rate movement during the relevant period. As a policy, the Company is covering foreign exchange risk on account of import to avoid any loss situation due to adverse fluctuations in currency rates. There is periodical review of foreign exchange transactions and hedging by the Company's executives.

Derivative instruments and unhedged foreign currency exposure:

(a) Derivative outstanding as at the reporting date

Particulars	As at March 31, 2022	As at March 31, 2021
Trade payable on account of purchase of goods		
Forward contracts to buy USD (\$ in lakhs)	2.83	-
Amount outstanding in Indian Rupee (₹ in lakhs)	216.11	-

Derivative financial instruments such as foreign exchange forward contracts are used for hedging purposes and not as trading or speculative instruments.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

(b) Particulars of unhedged foreign currency exposures as at the reporting date

Particulars	As at March 31, 2022	As at March 31, 2021
Trade payable on account of purchase of goods		
Amount outstanding in USD (\$ in lakhs)	0.77	3.79
Amount outstanding in Indian Rupee (₹ in lakhs)	58.62	278.69

Market Risk- Price Risk Exposure

Equity Price Risk is related to the change in market reference price of the investments in equity securities. The Company is exposed to equity price risks arising from equity investments. Equity investments are held for strategic rather than trading purposes. The Company does not actively trade these investments. Profit/(Loss) for the year would increase/ (decrease) as a result of gains/ losses on equity securities as at fair value through profit or loss.

Sensitivity

The table below summarizes the impact of increases/decreases of the BSE index on the Company's equity and Gain/Loss for the period. The analysis is based on the assumption that the index has increased by 5 % or decreased by 5 % with all other variables held constant, and that all the Company's equity instruments moved in line with the index

Impact on Profit/(loss) before tax

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
BSE Sensex 30- Increase 5%	0.00	0.00
BSE Sensex 30- Decrease 5%	(0.00)	(0.00)

Above referred sensitivity pertains to quoted equity investment. Profit/(loss) for the year would change as a result of gains/ losses on equity securities as at fair value through profit or loss. Since the Company has nominal investments in quoted equity and hence, sensitivity analysis is reflecting zero value.

Foreign Currency Risk Sensitivity

A change of 5% in Foreign currency would have following Impact on profit/(loss) before tax

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
USD		
5% Increase	(13.74)	(13.93)
5% Decrease	13.74	13.93

Interest Rate Risk

The Company has loan facilities on floating interest rate, which exposes the Company to the risk of changes in interest rates. The management monitors the interest rate movement and manages the interest rate risk by evaluating interest rate swaps etc. based on the market / risk perception.

For the years ended March 31, 2022 and March 31, 2021, every 50 basis point decrease in the floating interest rate component applicable to its loans and borrowings would increase/(decrease) the Company's profit/(loss) before tax by approximately ₹ 10.20 Lakhs and ₹ 8.72 Lakhs respectively. A 50 basis point increase in floating interest rate would have led to an equal but opposite effect.

Commodity Rate Risk

Exposure to market risk with respect to commodity prices primarily arises from the Company's purchases of waste paper including the raw material components and sales of newsprint paper and other papers. These are commodity products, whose prices may fluctuate significantly over short periods of time. The prices of the Company's some of the raw materials generally fluctuate in line with commodity cycles, although the prices of raw materials used in the Company's business are generally more volatile. Commodity price risk exposure is evaluated and managed through operating procedures and sourcing policies. As of March 31, 2022, the Company had not entered into any material derivative contracts to hedge exposure to fluctuations in commodity prices.

53) RELATED PARTY DISCLOSURES

a) List of related parties:-

i) Key Management Personnel:

Mr. Narendra Kumar Pasari
Mr. Sanjiv Kumar Agarwal
Mrs. Ritika Priyam

Managing Director
Chief Financial Officer
Company Secretary

Mr. Dev Kishan Chanda
Mr. Prakash Narayan Singh
Mr. Lal Chand Sharma

Non-Executive Director
Non-Executive Independent Director
Non-Executive Independent Director

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

Mr. Rajesh Mujoo
Mrs. Rakhi Verma
Mrs. Shikha Singhal

Non-Executive Independent Director (resigned on February 5, 2022)
Non-Executive Director
Appointed as Additional Director w.e.f. May 3, 2022

ii) Relatives of Key Management Personnel:

Mr. Birendra Pasari
Mr. Pradeep Pasari
Mr. Naynesh Pasari
Mrs. Shilpa Pasari
Mrs. Shradha Pasari

iii) Enterprises where Key Management Personnel/Relative of Key Management Personnel have significant influence:

Laxmi Traders
Gopala Sales Pvt. Ltd.
SKCS Finvest Pvt. Ltd.
Bishwanath Traders & Investments Ltd.
Dilwara Leasing and Investment Ltd.
Inficore Visions Pvt. Ltd.
Amer Hotels Ltd.
Bishwanath Industries Ltd.
Govinda Power & Products Pvt. Ltd.

b) Details of transactions with the related parties in the ordinary course of business:-

(₹ in Lakhs)

Nature of transactions	2021-2022			2020-2021		
	Referred in (i) above	Referred in (ii) above	Referred in (iii) above	Referred in (i) above	Referred in (ii) above	Referred in (iii) above
Expenses :						
Employee benefits expense*						
(short term employee benefits)						
Mr. Narendra Kumar Pasari	30.19	-	-	20.72	-	-
Mr. Sanjiv Kumar Agarwal	13.25	-	-	11.19	-	-
Mrs. Ritika Priyam	3.97	-	-	1.52	-	-
Consultancy paid						
Mr. Naynesh Pasari	-	11.50	-	-	6.00	-
Finance costs						
Gopala Sales Pvt. Ltd.	-	-	18.77	-	-	2.68
Govinda Power & Products Pvt. Ltd.	-	-	12.27	-	-	-
Bishwanath Industries Ltd.	-	-	35.76	-	-	32.05
Bishwanath Traders & Investments Ltd.	-	-	3.45	-	-	3.12
Dilwara Leasing & Investment Ltd.	-	-	3.29	-	-	3.00
Raw material purchase						
Gopala Sales Pvt. Ltd.	-	-	86.96	-	-	-
Packing material purchase						
Govinda Power & Products Pvt. Ltd.	-	-	16.84	-	-	7.99
Income :						
Other operating revenues						
Gopala Sales Pvt. Ltd.	-	-	74.46	-	-	-
Govinda Power & Products Pvt. Ltd.	-	-	2.03	-	-	2.03
Other income						
Gopala Sales Pvt. Ltd.	-	-	0.72	-	-	0.72
Govinda Power & Products Pvt. Ltd.	-	-	0.66	-	-	0.66
SKCS Finvest Pvt. Ltd.	-	-	0.06	-	-	0.06
Inficore Visions Pvt. Ltd.	-	-	0.12	-	-	0.12
Non-current financial liabilities-Borrowings:						
Loan taken						
Gopala Sales Pvt. Ltd.	-	-	143.20	-	-	-
Govinda Power & Products Pvt. Ltd.	-	-	109.50	-	-	-

*it does not include provision for gratuity and leave encashment as the same is not determinable since the actuarial valuation is done for the Company as a whole.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

c) Closing balances receivables/payables:

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Referred in (i) above		
Current financial liabilities-Others		
Mr. Narendra Kumar Pasari	1.51	1.63
Mr. Sanjiv Kumar Agarwal	0.71	0.76
Mrs. Ritika Priyam	0.28	0.30
Referred in (ii) above		
Current financial liabilities-Trade payables		
Mr. Naynesh Pasari	0.90	1.38
Referred in (iii) above		
Current financial assets-Trade receivables		
Inficore Visions Pvt. Ltd.	-	0.51
Non-current financial liabilities-Borrowings*		
Bishwanath Traders & Investments Ltd.	34.88	31.43
Bishwanath Industries Ltd.	346.16	310.40
Gopala Sales Pvt. Ltd.	162.57	17.22
Govinda Power & Products Pvt. Ltd.	110.90	-
Dilwara Leasing & Investment Ltd.	36.74	33.45
Current financial liabilities-Borrowings		
Gopala Sales Pvt. Ltd.	14.96	2.22
Govinda Power & Products Pvt. Ltd.	9.78	-
Current financial liabilities-Trade payables		
Laxmi Traders	1.08	1.08
Amer Hotels Ltd.	0.15	0.15
Current financial liabilities-Others		
Amer Hotels Ltd.	0.15	0.15
Other current liabilities		
Bishwanath Traders & Investments Ltd.	1.63	1.63

*These figures are at amortised cost as per Ind AS 109, the original values are given below:

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Bishwanath Traders & Investments Ltd.	50.00	50.00
Bishwanath Industries Ltd.	508.64	508.64
Gopala Sales Pvt. Ltd.	190.00	20.00
Govinda Power & Products Pvt. Ltd.	130.00	-
Dilwara Leasing & Investment Ltd.	58.77	58.77

d) Terms and conditions of transactions with related parties:

The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year end are unsecured and will be settled in cash. There have been no guarantees received or provided for any related party receivables or payables.

e) The Company does not have any subsidiary/associates.

54) RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES PURSUANT TO IND AS 7 - CASH FLOWS

The changes in the Company's liabilities arising from financing activities can be classified as follows:

(₹ in Lakhs)

Particulars	Non-current borrowings	Current borrowings	Current maturities of long term debt	Total
Net debt as at April 1, 2020	357.23	1686.14	14.21	2057.58
Proceeds from non-current borrowings (including current maturities) net	88.42	-	63.04	151.46
Proceed/(repayment) from current borrowings (net)	-	(28.60)	-	(28.60)
Net debt as at March 31, 2021	445.65	1657.54	77.25	2180.44
Net debt as at April 1, 2021	445.65	1657.54	77.25	2180.44
Proceeds from non-current borrowings (including current maturities) net*	741.60	448.90	0.64	1191.14
Proceed/(repayment) from current borrowings (net)	-	-	-	-
Net debt as at March 31, 2022	1187.25	2106.44	77.89	3371.58

*It does not include the re-measurement effect of ₹ 47.31 lakhs (March 31, 2021 ₹ NIL) as per Ind AS 109.

55) The Company has considered the possible effects that may result from COVID-19 in the preparation of these financial statements including the recoverability of carrying amounts of financial and non-financial assets. The Company has, at the date of approval of the financial statement, used internal and external sources of information and expects that the carrying amount of the assets will be recovered. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of the same.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

- 56) During the year ended March 31, 2022 no material foreseeable loss (March 31, 2021: Nil) was incurred for any long-term contract including derivative contracts.
- 57) After close of the quarter, a fire incident took place at the Company's plant at "SPL-A, RIICO Industrial Area, Vill-Keshwana, Tehsil-Kotputli, Distt-Jaipur on April 9, 2022. The Company has adequate insurance coverage and the provisional insurance claim of ₹ 903.70 lakhs has been filed with the insurance company. There are no other significant subsequent events that would require adjustments or disclosures in the financial statements as on the balance sheet date.
- 58) The title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), are held in the name of the Company.
- 59) The Company has borrowings from banks on the basis of security of current assets and the quarterly returns filed by the Company with the banks are in accordance with the books of account of the Company for the respective quarters.
- 60) The Company does not have any transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 during the year ended March 31, 2022 and March 31, 2021.
- 61) No proceedings have been initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder, as at March 31, 2022 and March 31, 2021.
- 62) The Company is not declared wilful defaulter by any bank or financial Institution or other lender during the year ended March 31, 2022 and March 31, 2021.
- 63) A. The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person or entity, including foreign entities ("Intermediaries") with the understanding (whether recorded in writing or otherwise) that the Intermediary shall, whether, directly or indirectly lend or invest in other persons/ entities identified in any manner whatsoever by or on behalf of the Company ('ultimate beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- B. The Company has not received any fund from any person(s) or entity(ies), including foreign entities ("Funding party") with the understanding (whether recorded in writing or otherwise) that the Company shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party ('ultimate beneficiaries'); or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- 64) There have been no transactions which have not been recorded in the books of account, that have been surrendered or disclosed as income during the year ended March 31, 2022 and March 31, 2021, in the tax assessments under the Income Tax Act, 1961. There have been no previously unrecorded income and related assets which were to be properly recorded in the books of account during the year ended March 31, 2022 and March 31, 2021.
- 65) The Company has not traded or invested in Crypto currency or Virtual Currency during the year ended March 31, 2022 and March 31, 2021.
- 66) The Company does not have any charges or satisfaction of charges which is yet to be registered with Registrar of Companies beyond the statutory period.
- 67) During the year, the Company has utilised the borrowings for the specific purposes for which they were taken.
- 68) The Company has not revalued its Property, Plant and Equipment during the year. Further, the Company does not have any Intangible and Right of Use asset.
- 69) Comparative corresponding figures for the previous year have been re-grouped and/or re-arranged wherever considered necessary.
- 70) The financial statements were approved for issue by the Board of Directors on May 30, 2022.

The accompanying notes are an integral part of the financial statements
As per our attached report of even date

For Radheshyam Sharma & Co.

Firm Registration No. 016172N

Chartered Accountants

CA Radheshyam Sharma

Proprietor

Membership No. 097127

Place: New Delhi

Date: May 30, 2022

For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited

Sanjiv Kumar Agarwal
Chief Financial Officer

Ritika Priyam
Company Secretary
Membership No. A53502

Narendra Kumar Pasari
Managing Director
DIN : 00101426

Rakhi Verma
Director
DIN : 07995132

Place: New Delhi

Date: May 30, 2022



4830/24, Prahlad Street, Ansari Road, Darya Ganj, New Delhi - 110 002

Tel.: +91 11 46263200, 23261728

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